

**TOWN OF
ESTES PARK, COLORADO
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
For the Fiscal Year Ended
December 31, 2023**

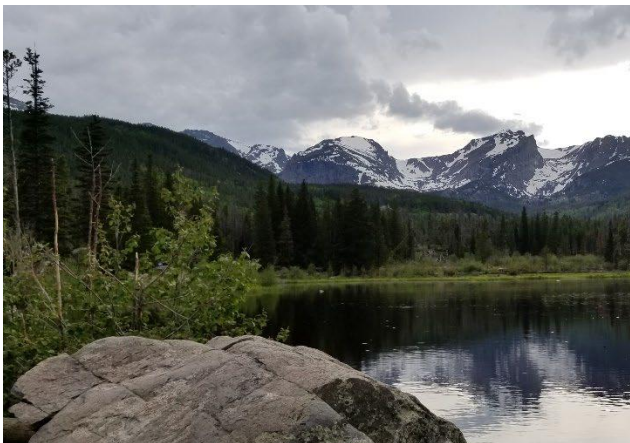


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**TOWN OF ESTES PARK
LIST OF PRINCIPAL OFFICIALS**

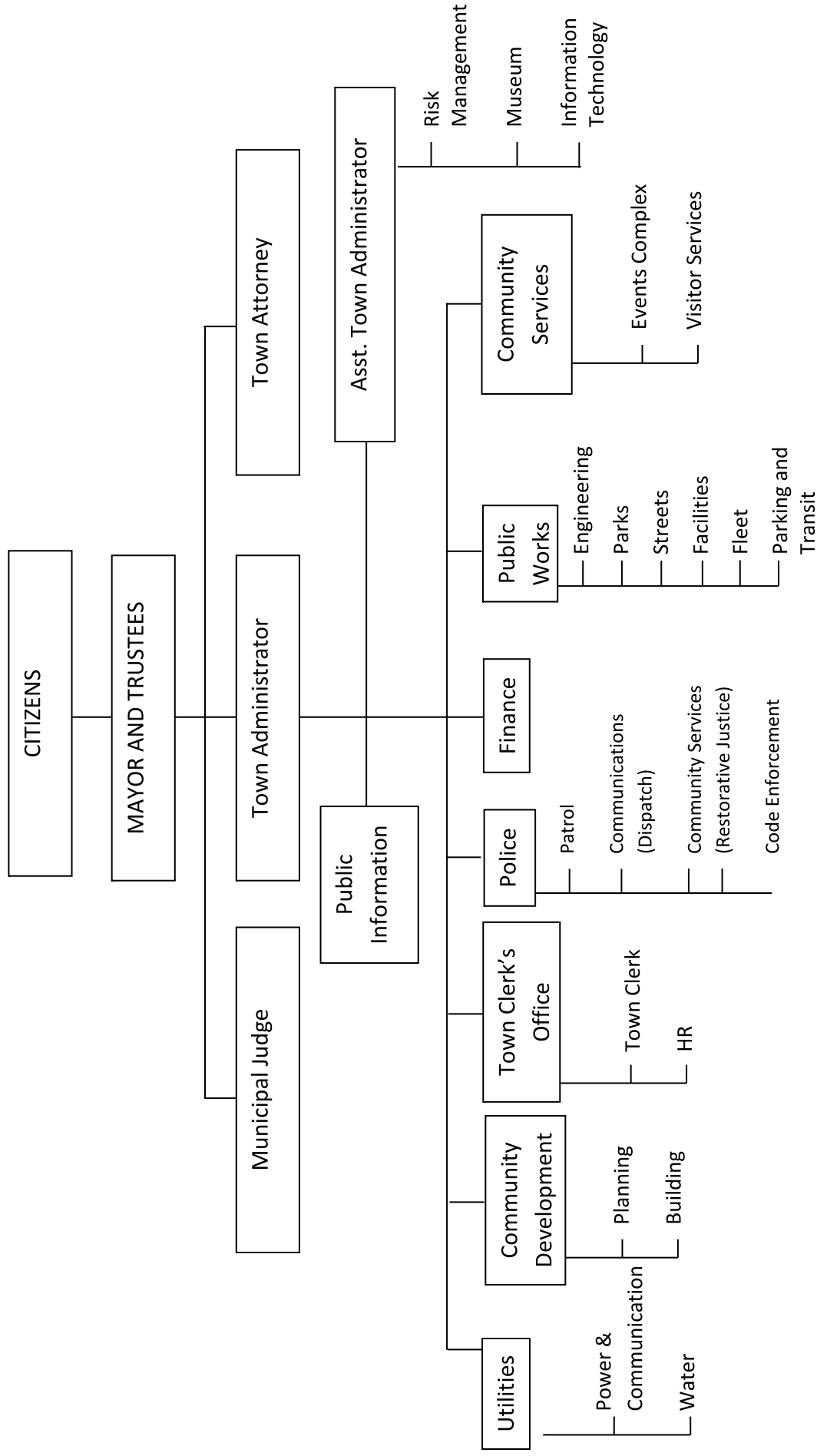
TOWN GOVERNMENT

The Town of Estes Park is governed by a Mayor and a six-member Board of Trustees. The Mayor and Trustees are elected for four year terms. The Trustees and the Mayor each have one vote in town board meetings. Listed below are the Town officials and principal staff members as of December 31, 2023.

Mayor	Elected 2020	Wendy Koenig
Mayor Pro Tem	Re-elected 2020	Patrick Martchink
Trustees	Appointed 2023 Elected 2022 Elected 2020 Re-elected 2022 Elected 2020	Frank Lancaster Kirby Hazelton Barbara MacAlpine Marie Cenac Cindy Younglund
Staff	Town Administrator Deputy Town Administrator Town Clerk, Dir. of Admin Services Finance Director Interim Chief of Police Director of Community Development Director of Community Services Director of Public Works Director of Utilities Public Information Officer Town Attorney Municipal Judge	Travis Machalek Jason Damweber Jackie Williamson Jeremy Creamean Ian Stewart Vacant Rob Hinkle Greg Muhonen Reuben Bergsten Kate Miller Dan Kramer David J. Thrower

2023 ORGANIZATIONAL CHART

TOWN OF ESTES PARK ORGANIZATIONAL CHART





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Town of Estes Park
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO



August 15, 2024

To: The Honorable Mayor, Board of Trustees, and Citizens of the Town of Estes Park,
Colorado:

Formal transmittal

The Annual Comprehensive Financial Report (“ACFR”) of the Town of Estes Park, Colorado (the “Town”) for the year ended December 31, 2023, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town’s financial activities have been included. The information provided in this section is introductory in nature. Specific financial details are reviewed in the Management’s Discussion and Analysis section of this report.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Haynie & Company has issued an unmodified (“clean”) opinion on the Town of Estes Park’s financial statements for the year ended December 31, 2023. The independent auditor’s report is located at the front of the financial section of this report.

Profile of the Government

The Town of Estes Park, incorporated in 1917, is a destination resort community nestled in the Rocky Mountain foothills 65 miles northwest of Denver, Colorado. The Town is at the eastern entrance to Rocky Mountain National Park and is visited by over four million people each year. Rocky Mountain National Park has been the number one tourist attraction in northern Colorado for as long as records have been compiled. The Town of Estes Park currently occupies a land area of nearly seven square miles and serves an official population of 5,824 (2023 estimate).

area of nearly seven square miles and serves an official population of 5,824 (2023 estimate). The Town is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the Town Board. There were no significant annexations in 2023.

Estes Park is a statutory town. Policy-making and legislative authority are vested in the governing board consisting of the Mayor and six Trustees. The governing board is responsible, among other duties, for passing ordinances, adopting the budget, appointing committees, and hiring the Town Administrator and the Town Attorney. The Town Administrator is responsible for carrying out the policies and ordinances of the governing body, and for overseeing the day-to-day operations of the government. The Board is elected on an at-large basis. Board members serve four-year staggered terms, with three trustees elected every two years. The Mayor is elected to serve a four-year term. Elected officials are limited to two consecutive elected terms of office.

The ACFR includes all Town funds. The Town provides a broad range of services, including police protection, electric, broadband and water utility services, construction and maintenance of streets and infrastructure, municipal parks, museum, visitors' center, community planning, building inspections, business and liquor licensing, and an extensive cultural events calendar. In addition to general government activities, the Town has significant operational and/or financial relationships with the Estes Park Building Authority ("EPBA"), the Estes Valley Fire Protection District ("EVFPD"), the Estes Valley Recreation and Park District ("EVRPD"), the Estes Park Housing Authority ("EPA") and the Estes Park Local Marketing District (Visit Estes Park – "VEP").

The EVFPD began operating as an independent taxing district in 2010, ending its long-standing status as a department of the Town. The Town continues to contribute to the EVFPD, with the amount (currently 7% of General Fund sales tax collected) being appropriated annually. The Town is also financially accountable for the EPBA, which provided financing for golf course improvements in 1990. The EPBA completed its most recent agreement with EVRPD in 2009, did not operate in 2010-23, and currently does not have plans or agreements in place for 2024. The EVRPD is a separately elected special purpose district formed in 1955 and was created for the purpose of supplying recreational facilities within its boundaries.

VEP began operating as an independent taxing district in 2009 and collects a 5.5% lodging tax. The 2% lodging tax approved in 2008 is used to promote and advertise Estes Park as a vacation destination, a task previously borne by the Town. The remaining 3.5% lodging tax was approved in 2022 to provide funding for workforce housing and childcare needs. This additional funding, less a small administrative fee, is transferred to the Town of Estes Park for workforce housing and childcare programs. The Town of Estes Park then transfers a significant portion of the funding to EPA for workforce housing programs. This significant financial arrangement resulted

in EPHA becoming part of the Town's reporting entity beginning in 2023. VEP is listed in the ACFR as the Local Marketing District component unit while EPHA is listed as the Housing Authority component unit. Additional information on these entities can be found in Note 1 in the Notes to the Financial Statements.

The annual budget serves as the foundation for the Town's financial planning and controls. All departments of the Town are required to submit annual requests for appropriation to the Town's Finance Director beginning in June. The Finance Director uses these requests as the starting point for developing a proposed budget. The proposed budget is then reviewed in a meeting with the Directors and a final balanced budget is then presented to the Town Administrator for his review and revisions. Next, the proposed budget is presented to the Town Board for deliberation in September/October. The board is required to hold public hearings on the proposed budget and must formally adopt the budget before December 15th. This date also serves as the deadline to certify the property tax mill levy to the Larimer County Commissioners. The appropriated budget is prepared by fund and department (e.g., General Fund and Public Works department). Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. For the General Fund, the Community Reinvestment Fund, and the Street Improvement Fund, this comparison is presented as part of the required supplemental information of the basic financial statements for the governmental funds. For the other governmental funds with appropriated annual budgets, the budget-to-actual comparison is presented in the Combining and Individual Fund Financial Statements and Schedules section of this report.

The Town maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town Board. Budgetary controls (the level at which expenditures cannot legally exceed the appropriated amount) are established at the fund level. The Town also maintains an encumbrance accounting system as a budgetary control to prevent expenditures from exceeding legal appropriations. Encumbered amounts lapse at fiscal year-end, and qualifying encumbrances are formally re-appropriated in the following year as necessary.

Assessment of Town's economic condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town operates.

Local economy

Beginning in March 2020, the COVID-19 global pandemic (pandemic) arrived in Colorado resulting in significant business disruptions. However, by the end of the year, sales tax collections for 2020 were only down by 7.4% from 2019's record collections. The recovery of the local economy continued throughout 2021, 2022 and into 2023, setting a new record for sales tax collections. Sales tax collections for 2022 had been the previous record at \$22,656,741. For 2023, sales tax collections set a new record at \$22,880,811, an increase of approximately 1% from the previous record.

In April 2014, citizens approved a Ballot issue (1A) that implemented a 1% sales tax increase, sun-setting in June 2024. The 10-year increase dedicated an estimated \$2,000,000 annually to Street Improvements/Repairs (60% of the 1%), expansion of public trails (12.5%), construction of a community recreation center including facilities for the Senior Center (25%), and for acquisitions associated with emergency response capabilities of the Town (2.5%). For 2022, \$4,527,262 in sales tax was collected in these special revenue funds.

In April 2024, citizens approved renewal of the 1% sales tax increase, sun-setting in June 2034 with some changes in the permitted uses.

The Fort Collins/Loveland, Colorado unemployment rate increased from 2.3% to 2.8% through December 2023 (source: [U.S. Bureau of Labor Statistics](#)). The Median Family Income in Estes Park (source: [U.S. Census Bureau Quick Facts](#)) was \$63,598 in 2023. Meanwhile, the Denver-Aurora-Lakewood Colorado CPI (consumer price index) increased from 8.0% in 2022 to 3.2% in 2023.

Long-term financial planning

The Town is currently in the process of building a municipally owned and operated high speed broadband service for the Estes Valley doing business as Trailblazer Broadband. Trailblazer Broadband will eventually span the entire electric service territory, providing gig speed internet service over a fiber-to-the-premise network, the only option of its kind available to residential customers in the Estes Valley. Trailblazer Broadband is a division of the Power and Communication Fund and is managed and operated by the Town. To finance construction and startup costs for the new utility, the Town issued \$30,030,000 in Power and Communication Fund revenue bonds in November 2019, refunding the remaining \$3,030,000 left on the 2007 Light and Power Bonds. Construction is progressing with over 3,774 customers signed up and receiving service as of the date of this letter.

Also, a small portion of these bond proceeds was used to complete the buildout of an electric smart meter project that provides real time detailed information on the status of the electric

distribution system. During power outage events such as snowstorms, the smart meter system provides very valuable information to help manage responses throughout the service territory.

Relevant financial policies

The Town has adopted Fund Balance Policy 660 that establishes a minimum annual fund balance reserve that should be maintained in the various funds. For the General Fund, unassigned fund balance at the end of the year must meet a minimum of 25% of total expenditures. In addition, Cash and Investment Reserve and Contingency Policy # 670 establishes guidelines for a monthly minimum cash and investment balance of 2 months average expenditures in order to weather an unexpected significant downturn in the economy. In case the targeted cash and investment balance is not met in any particular month, the policy establishes a foundation of principles and goals to guide budgetary and fiscal management decisions as management takes appropriate action. Both reserve requirements were fully met during 2023.

Major initiatives

Numerous street improvement projects are well underway with some extending into 2024 and beyond, including the long awaited downtown street project, the Cleave Street rebuilding project, and numerous Fall River Trail system improvement projects. For the utilities, the buildout of the Trailblazer Broadband fiber network continues in the Power and Communications Fund and the Water Fund is in the process of upgrading the former Prospect Mountain Water District water distribution system. This project is partially funded by a USDA grant and loan package with construction expected to continue into late 2024.

Another major initiative came about with the renewal of the 1% sales tax that was set to expire June 2024. One of the changes with the renewal was dedication of a portion of these sales tax revenues to a new Stormwater Fund in 2024. This funding will be used to make flood mitigation improvements along the waterways within the Town.

The Town continually strives to provide superior services to its citizens and visitors in a cost-effective manner, including aggressively seeking Federal and State grants, thus leveraging available local funds, such as in the aforementioned Fall River Trail and former Prospect Mountain Water District projects.

Award and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its annual comprehensive financial report (ACFR) for the fiscal year ended December 31, 2022. In order to be awarded a Certificate of

Achievement, the Town must publish an easily readable and efficiently organized ACFR. This report satisfied both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Town believes that its current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The successful preparation of this report could not have been accomplished without the dedication and efforts of the entire staff of the Finance Department: Sharla Beesley, Laura Garcia, Tania Mitchell, Deb Holgorsen, Karen Johnson, Kim McEachern, Amy Stoddard and Daniela Serrano. Valuable input was also received from Public Works, Community Development, the Power and Communications/Water utilities, Human Resources and the Public Information Officer. We also wish to extend appreciation to the Mayor and the Trustees for their efforts and support in setting and administering policies for the prudent financial management of the Town of Estes Park.

Sincerely,

A handwritten signature in dark ink that reads "Duane Hudson". The signature is written in a cursive, flowing style.

Duane Hudson
Interim Finance Director



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Littleton, CO 80120

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Independent Auditors' Report

Honorable Mayor and Board of Trustees
Town of Estes Park, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component units, and the aggregate remaining fund information of the Town of Estes Park, Colorado (the "Town"), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the discretely presented component units, and the aggregate remaining fund information of the Town, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Estes Park Housing Authority. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Estes Park Housing Authority, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standard and *government auditing standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.
- We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information, and the pension and other post-employment retirement benefit schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund financial statements, the budgetary comparison schedules, the Local Highway Finance Report, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the budgetary comparison schedules, the Local Highway Finance Report, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

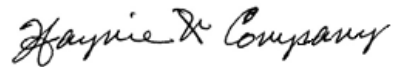
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 15, 2024, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Haynie & Company".

Littleton, Colorado
August 15, 2024

**Town of Estes Park, Colorado
Management's Discussion and Analysis
December 31, 2023**

Town of Estes Park, Colorado

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2023

This section of the Town of Estes Park's (the "Town") financial statements provides a narrative overview and analysis of its financial activities for the year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report and the Town's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of 2023 by \$187.7 million (\$99.9 million in governmental activities net position and \$87.9 million in business-type activities net position). Of the governmental activities net position total, \$22.3 million, or 22%, is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Similarly, \$30.8 million, or 35%, of business-type activities net positions is unrestricted.

It is important to note that "Unrestricted Net Position" is an accounting term referring to lack of formal commitments (loans, etc.) of assets. It does not reflect the amount of assets that are informally committed to targeted fund balances, unobligated monies for future projects, etc. For example, the Town targets a fund balance (reserve) in the General Fund of 25% of expenditures. This is not considered a "restricted" fund balance, but the Town has earmarked the amount as a reserve for budgetary purposes.

- Total net position of the Town increased by \$24.2 million, or 15%, from 2022 to 2023, up from the \$15.9 million increase from 2021 to 2022. Net position of the governmental activities increased \$10.0 million compared to the \$8.5 million increase in 2022. Net position of the Town's business-type activities increased \$14.2 million compared to the \$7.4 million increase in 2022. These changes are explored in further detail in the Government-wide Financial Analysis section of this Management's Discussion and Analysis.
- Total revenues, excluding transfers, increased \$19.3 million, or 31%, to \$81.0 million compared to 2022. Governmental activities revenues increased \$10.2 million, or 33%, to \$40.0 million, while revenues of business-type activities increased \$9.1 million, or 29%, to \$40.8 million compared to 2022.
- The total expenses of all the Town's programs, excluding transfers, increased \$11.1 million, or 24%, to \$56.9 million compared to 2022. The expenses of governmental activities programs increased \$8.5 million, or 37%, to \$31.7 million, while the expenses of business-type activities increased \$2.5 million, or 11%, from 2022 to \$25.1 million.

- As of December 31, 2023, the Town's governmental funds reported a combined ending fund balance of \$27.2 million. Approximately 20%, or \$5.6 million, is unrestricted, unassigned fund balance and, therefore, available for spending at the town's discretion within the purposes specified for the town's funds.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the Town's basic financial statements with a broad overview of the Town's finances, in a manner similar to a private sector business.

The ***statement of net position*** presents information on all of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The ***statement of activities*** presents information showing how the net position of the Town changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused accrued vacation leave).

Both the statement of net position and statement of activities distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town include general government, public safety, public works, and culture and recreation. The business-type activities of the Town include electric distribution and broadband services (Power and Communications Fund) and a water utility that treats and distributes water (Water Fund).

The government-wide financial statements include not only the Town itself (known as the primary government), but also the legally separate entities, the Estes Park Building Authority, the Estes Park Housing Authority and the Local Marketing District Visit Estes Park (established by election in 2009). For informational purposes, the Building Authority did not have any financial balances or activity to report on during the year. The Local Marketing District began issuing separate financial statements starting December 31, 2017. Statements are available upon request by contacting Visit Estes Park at (970) 586-0500. This component unit is discretely presented in the Town's financial statements as the Local Marketing District. The Estes Park Housing Authority is considered part of the reporting entity due to a significant financial benefit from the workforce housing programs funded by the use of lodging taxes and has been discretely presented in the Town's financial statements as the Housing Authority.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances or spendable resources available at year end. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Community Reinvestment Fund, the Street Improvement Fund, and the Workforce Housing Fund all of which are considered to be major funds. Data from the other six governmental funds, (Open Space Fund, Conservation Trust Fund, Emergency Response System Fund, Community Recreation Center Fund, the Trails Expansion Fund, and the Parking Services Fund) are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

Proprietary Funds

Proprietary funds are generally used to account for services for which the Town charges customers – either outside customers or internal units or departments of the Town. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The Town maintains the following two types of proprietary funds:

- **Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for the operations of the Power and Communications Fund and the Water Fund. These are considered to be major funds of the Town.
- **Internal Service funds** are used by the Town to account for the costs of acquiring, operating and maintaining certain types of equipment and funding for Town-wide risk management and medical insurance programs. Because these services predominantly benefit governmental rather than business-type functions, the assets and liabilities of the internal service funds have been included within

governmental activities in the government-wide financial statements. Internal service funds are combined into a single, aggregated memo presentation in the proprietary fund financial statements. The internal service funds consist of Fleet Maintenance, Vehicle Replacement, Information Technology, Medical Insurance, and Risk Management Funds. Individual fund data for the internal service funds is provided in the form of combining statements in the “Combining and Individual Fund Financial Statements and Schedules” section.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town’s progress in funding its obligation to provide pension benefits to its employees, and budgetary comparison schedules for the general and major special revenue funds.

The combining and individual fund statements and schedules referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. Our analysis below focuses on the net position and changes in net position of the Town’s governmental and business-type activities.

Table 1 - Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 39,701,006	\$ 35,061,022	\$ 43,278,058	\$ 41,767,761	\$ 82,979,064	\$ 76,828,783
Capital assets	74,373,293	68,876,463	88,825,278	77,143,441	163,198,571	146,019,904
Total assets	114,074,299	103,937,485	132,103,336	118,911,202	246,177,635	222,848,687
Deferred outflows of resources	3,353,944	1,038,667	3,189,548	1,001,715	6,543,492	2,040,382
Long-term liabilities	11,034,779	6,017,280	38,016,046	34,179,774	49,050,825	40,197,054
Other liabilities	5,780,943	3,846,337	9,155,169	7,503,148	14,936,112	11,349,485
Total liabilities	16,815,722	9,863,617	47,171,215	41,682,922	63,986,937	51,546,539
Deferred inflows of resources	753,122	5,272,535	268,521	4,536,026	1,021,643	9,808,561
Net position:						
Invested in capital assets	69,375,534	63,172,558	55,793,657	44,719,687	125,169,191	107,892,245
Restricted	8,218,834	8,694,410	1,250,000	1,250,000	9,468,834	9,944,410
Unrestricted	22,265,031	17,973,032	30,809,491	27,724,282	53,074,522	45,697,314
Total net position	\$ 99,859,399	\$ 89,840,000	\$ 87,853,148	\$ 73,693,969	\$ 187,712,547	\$ 163,533,969

Analysis of Net Position

Table 1 presents an analysis of the Town's net position as of December 31, 2023. The Town's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$187.7 million at the close of December 31, 2023. By far the largest portion of the Town's net position (67%) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related still-outstanding debt used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net investment in capital assets increased \$17.3 million, or 16%, compared to 2022. Much of this change is attributable to acquisition of assets plus debt retirement less asset retirements, current depreciation and use of bond proceeds. Some of the more significant asset acquisitions include \$3.4 million in street improvements, \$1.1 million in broadband construction, \$3.8 million in trail improvements, and \$6.6 million in water system improvements. Asset retirements totaled \$186,135 and depreciation expense increased \$0.2 million to a total of \$6.6 million for 2023 as well. Other changes include expenditure of capital related long term debt proceeds of \$2.4 million and retirement of capital related long term debt of \$2.6 million.

An additional 3% of the Town's net position (\$9.5 million) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$53.1 million) may be used to meet the government's ongoing obligations to citizens and creditors.

Restricted net position decreased from 2022, primarily due to use of accumulated reserves in the Open Space Fund for the Fall River Trail. The \$7.4 million increase in unrestricted net position was due in large part to uncompleted capital projects at year end in the Governmental Funds and grant revenues received in the Proprietary Funds.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

It is important to note that \$5.3 million in governmental unrestricted net position arises from the net position of the Town's internal service funds, discussed above in "Overview of the Financial Statements – Proprietary Funds." Although it is highly unlikely that these funds will be liquidated, in the event that they are, the distribution of the net position of these funds would result in a portion of these unrestricted net positions being liquidated to governmental activities and a portion to business-type activities.

Analysis of Changes in Net Position

As can be seen from Table 2, the Town's total net position increased by \$24.2 million during 2023. This increase is explained in the governmental and business-type activities discussions below.

Governmental Activities

Net position of governmental activities increased by \$10.0 million during 2023, accounting for 41% of the total increase in the Town's net position. This increase was \$1.5 million more than the \$8.5 million increase in net position for 2022.

During 2023, governmental revenues increased by \$10.2 million compared to 2022. This increase is partially due to \$3.5 million increase in grants related to the US HWY 36/Community Drive roundabout and the Fall River Trail. \$5.3 million of the increase is due to the new lodging taxes dedicated to workforce housing and childcare programs. Investment income also increased in 2023 over 2022 by \$1.2 million due to interest rate increases.

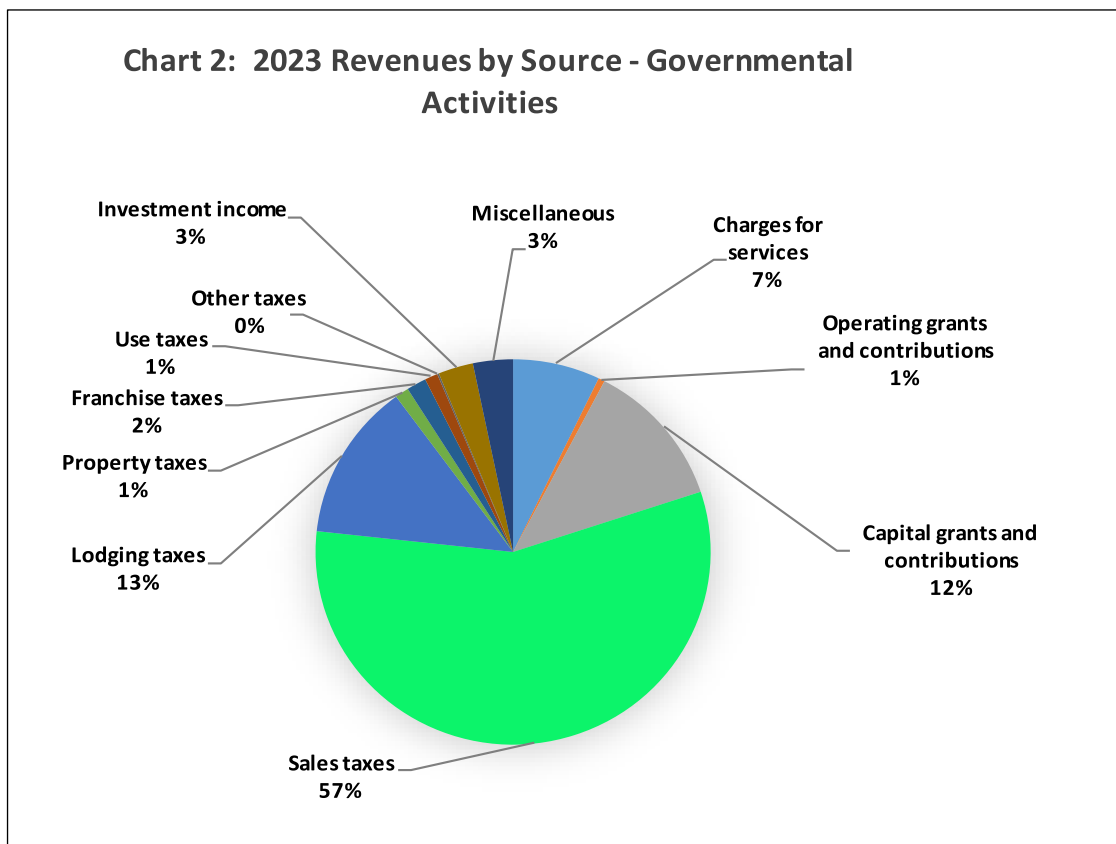
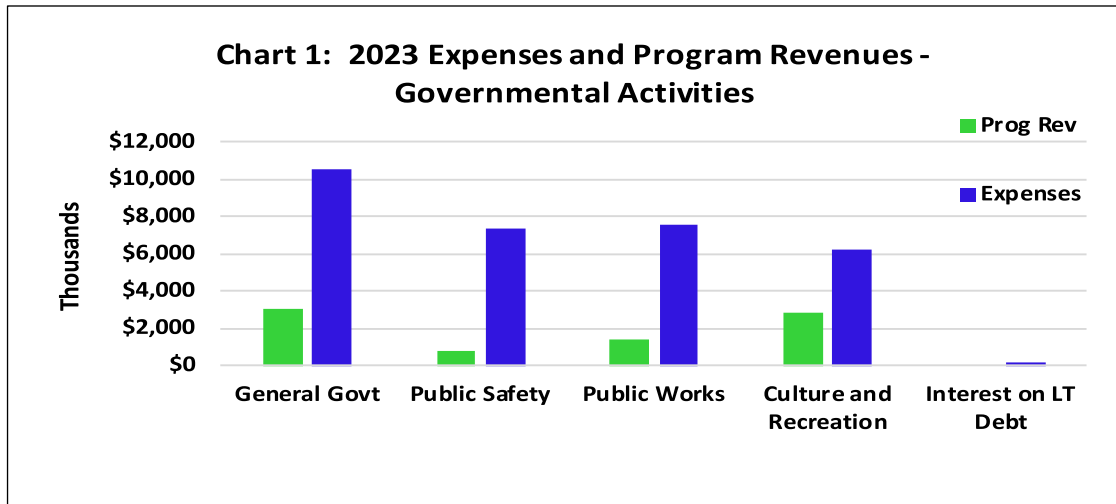
Total governmental expenses for 2023 increased by \$8.6 million compared to 2022. General government expenses increased by \$5.8 million largely due to the use of the new lodging taxes by funding the Housing Authority workforce housing efforts. Public safety increased \$0.8 million largely due to increased personnel costs from pay scale adjustments and less vacancies. Public works increased by \$1.0 million largely due to general operating cost increases in streets and increases in personnel costs from pay scale adjustments and less vacancies. Culture and recreation increased \$1.0 million largely due to increases in personnel costs in both Events and Parks from pay scale adjustments and less vacancies.

Table 2 - Changes in Net Position

	Governmental		Business-type		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Program revenue:						
Charges for services	\$ 2,874,011	\$ 2,896,410	\$ 33,221,897	\$ 30,922,224	\$ 36,095,908	\$ 33,818,634
Operating grants and contributions	209,498	483,861	-	-	209,498	483,861
Capital grants and contributions	4,943,284	1,493,815	5,656,675	154,132	10,599,959	1,647,947
General revenue:						
Sales taxes	22,855,635	22,636,312	-	-	22,855,635	22,636,312
Lodging taxes	5,309,126	-	-	-	5,309,126	-
Property taxes	455,266	461,255	-	-	455,266	461,255
Franchise taxes	651,095	639,000	-	-	651,095	639,000
Use taxes	427,507	365,369	-	-	427,507	365,369
Other taxes	57,909	53,457	-	-	57,909	53,457
Investment income	1,151,361	44,217	1,507,437	200,153	2,658,798	244,370
Gain (Loss) on disposal of capital assets	-	-	-	-	-	-
Miscellaneous	1,316,029	964,369	411,805	384,600	1,727,834	1,348,969
Total revenues	40,250,721	30,038,065	40,797,814	31,661,109	81,048,535	61,699,174
Program expenses (includes indirect expense allocation):						
Governmental activities:						
General government	10,492,265	4,684,953	-	-	10,492,265	4,684,953
Public safety	7,318,583	6,559,825	-	-	7,318,583	6,559,825
Public works	7,547,831	6,559,015	-	-	7,547,831	6,559,015
Culture and recreation	6,184,813	5,179,185	-	-	6,184,813	5,179,185
Interest on long-term debt	184,638	195,654	-	-	184,638	195,654
Business-type activities:						
Power and Communications	-	-	19,545,260	17,205,293	19,545,260	17,205,293
Water	-	-	5,596,567	5,428,218	5,596,567	5,428,218
Total expenses	31,728,130	23,178,632	25,141,827	22,633,511	56,869,957	45,812,143
Excess before transfers	8,522,591	6,859,433	15,655,987	9,027,598	24,178,578	15,887,031
Transfers In (Out)	1,496,808	1,612,752	(1,496,808)	(1,612,752)	-	-
Increase in net position	10,019,399	8,472,185	14,159,179	7,414,846	24,178,578	15,887,031
Net position, beginning of year	89,840,000	81,367,815	73,693,969	66,279,123	163,533,969	147,646,938
Net position, end of year	\$ 99,859,399	\$ 89,840,000	\$ 87,853,148	\$ 73,693,969	\$ 187,712,547	\$ 163,533,969

Charts 1 and 2 illustrate the Town's governmental activities expenses and revenues by function and its revenues by source. General revenues such as sales taxes, property and other taxes are not shown in Chart 1 by program but are used to support program activities town wide and included in Chart 2. For governmental activities overall, without regard to program, sales taxes are the largest single source (57%), followed by lodging taxes, capital grants and contributions and charges for services.

Net Position increased \$10.0 million during the current fiscal year. Contributing factors were discussed earlier in this section.

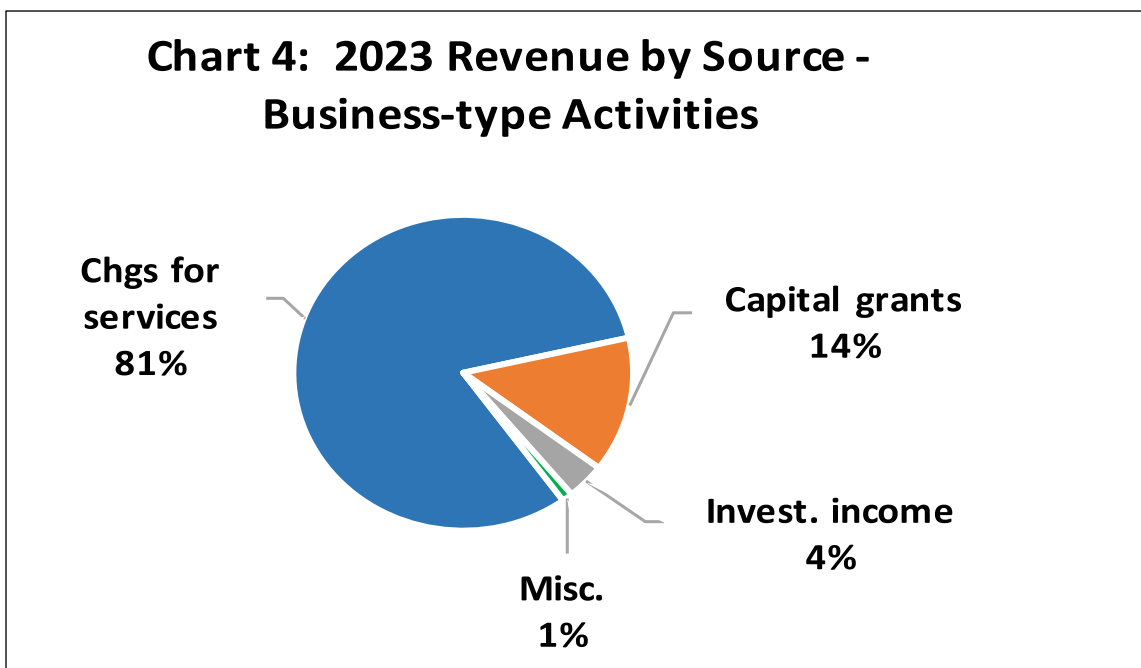
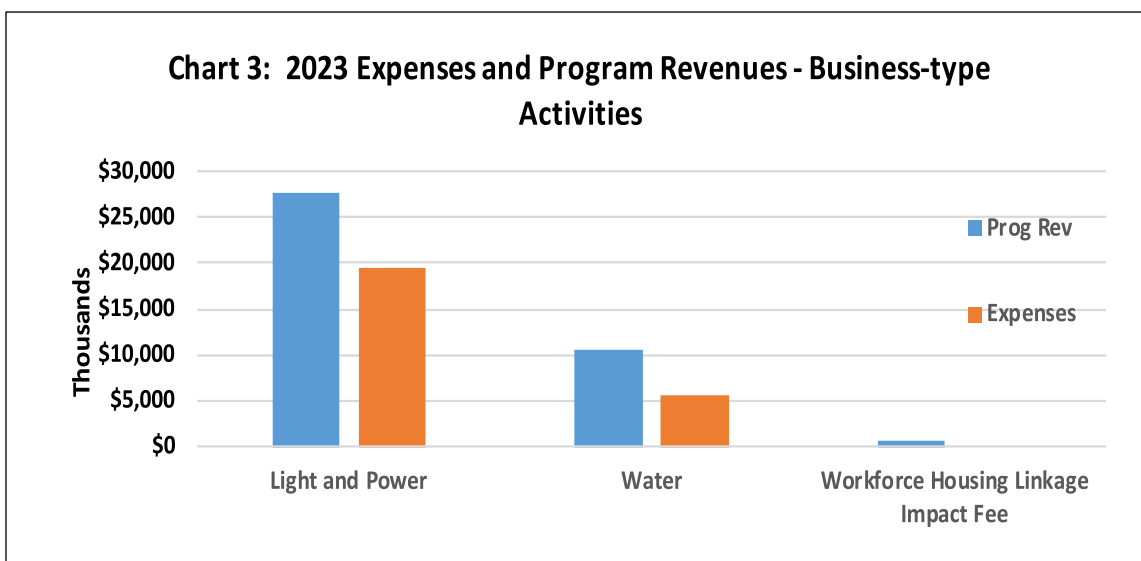


Business-type Activities

Net position in business-type activities increased \$14.2 million in 2023. This increase was \$6.7 million or 91%, more than the \$7.4 million increase in net position in 2022.

Total business-type revenues increased \$9.1 million, or 29%, compared to 2022. Charges for services increased \$2.3 million due to rate changes and sales volume changes, including a \$0.9 million increase in Trailblazer Broadband charges from additional customers as the Town continues to build out the system.

Expenses of business-type activities increased \$2.5 million, or 11% compared to 2022. Purchased power costs increased \$361,046 due to rate increases. Personnel costs increased \$917,209 from decreased vacancies and wage increases. Building maintenance costs also increased by \$258,139. The rest was due to numerous smaller cost increases.



As can be seen from Charts 3 and 4, the Town's Power and Communications utility and Water utility account for most of the Town's business-type activities, representing 100% of total business-type activities expenses. The Workforce Housing Linkage Impact Fee fund did not have any expenses in 2023. For 2023, charges for services accounted for the largest share of revenues at 81%. The second largest category was capital grants at 14% of revenues. In the Power and Communications Fund, this includes use of \$1.6 million in ARPA funding and \$1.1 million in state grants used for Trailblazer Broadband buildout expenses. In the Water Fund, this includes use of \$2.7 million in USDA funding for the Prospect Mountain waterline replacement project.

The Power and Communications Fund and the Water Fund transferred a total of \$1.5 million out to Governmental Activities in 2023 (General Fund).

In 2019, the Power and Communication Fund began construction of Trailblazer Broadband, a municipally owned and operated fiber-to-the-premise internet service. 2023 was the fourth year of Trailblazer Broadband operations with the Division beginning to cover its operating costs and debt service through user charges. The 2023 broadband revenues were \$3.2 million, operating expenses were \$1.2 million and debt service was \$1.6 million. Costs for electric and water operations continue to be covered by customer charges for service revenues in accordance with policy. The utility funds are also subject to debt coverage requirements for the Power and Communication revenue bonds and the Water loan with all requirements met.

Financial Analysis of the Town's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows and balances of resources available for spending. Such information is useful in assessing the Town's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of 2023, the Town's governmental funds reported combined ending fund balances of \$27.2 million, a small decrease from \$27.8 million at the end of the prior year. Approximately 20% of this ending fund balance constitutes unassigned fund balance, which is available for spending at the Town's discretion. The remainder of fund balance is non-spendable, restricted or assigned to indicate that it is not available for new spending because it has already been committed to inventories, other prepaid items, specific governmental funds, capital improvements, future appropriations, and emergencies.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$5.6 million (\$11.0 million in 2022). As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund operating expenditures, including transfers out. The ratio for 2023 is 21%, a decrease from 2022's ratio of 44%. As discussed elsewhere in this document, sales tax revenues have increased approximately 1% in 2023, setting a new record for sales tax collections. The General Fund operating costs increased by \$1.6 million and the capital projects within the Community Reinvestment fund increased by \$2.5 million necessitating \$5.4 million transferred from the General Fund. The General Fund balance assigned to cover the 2024

fiscal budget increased from \$4.3 million to \$6.6 million accounting for much of the remaining decrease in unassigned fund balance in 2023.

The Community Reinvestment Fund is the Town's capital project fund and funding is transferred from the General Fund based on the planned capital projects. Significant capital projects were completed in 2023, including the US 36 / Community Drive roundabout. Several projects were started but not completed and will roll forward into 2024. The Community Reinvestment fund balance is to be used for these projects, increasing slightly from \$3.7 million at the end of 2022 to \$3.9 million at the end of 2023.

The Street Improvement Fund was created by the 1% sales tax initiative approved in April 2014 which went into effect on July 1, 2014. In 2023, expenditures were primarily for street repairs, a few overlay projects, and work on the Cleave Street major rehabilitation project. Fund balance grew to \$5.4 million as the Cleave Street project had just started by year end.

The Workforce Housing Fund was new in 2023 and accounts for the receipt and expenditure of the Town's share of the local lodging taxes which were increased by an election in 2022 for workforce housing and childcare expenses. The Town has an agreement with the Housing Authority to help develop and manage the workforce housing component. The magnitude of this arrangement resulted in the Housing Authority becoming a component unit of the Town's reporting entity. Fund balance at the end of 2023, the first year of operations, was \$365,965.

The Community Center Fund, one of the "Other Governmental Funds", was created by the 1% sales tax initiative approved in April 2014. During 2017, the Town entered into an agreement with Estes Valley Recreation and Park District (EVRPD) to help pay for the costs of the new Estes Valley Community Center which began construction in 2017 and was completed early in 2019. During 2023, the Community Center Fund remitted \$1.1 million in accumulated sales tax monies to EVRPD for that purpose.

In 2023, the Emergency Response System Fund primarily reflected debt service on a radio replacement lease purchase. Fund balance grew as sales tax revenues exceeded expenditures in 2023.

The Trails Expansion Fund is one of the funds created by the 1% sales tax initiative approved in April 2014. During 2023, construction on the active phases of Fall River Trail improvement project proceeded, utilizing much of the fund balance accumulated over the last few years as planned. As a result, fund balance in the Trails Expansion Fund decreased by \$1.3 million to \$393,394 at year end.

In 2023, the Open Space Fund was also used to fund part of the Fall River Trail improvement project. As fund balance was used for the Fall River Trail improvement project in 2023, it decreased to an ending balance of \$807,665 at year end.

The Parking Services Fund was created in 2020 to account for the operations of the paid parking program for downtown Estes Park. Funding in the amount of \$190,000 was transferred to the General Fund to help pay for the regional transit program while cost of the parking operation was approximately the same as the prior year. Fund balance decreased slightly from \$421,770 at the end of 2022 to \$411,337 at the end of 2023.

The other governmental funds were comparable to the prior year.

Proprietary funds

As already discussed, the Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As of December 31, 2023, the unrestricted net position of the Power and Communications Fund was \$16.8 million and the Water Fund was \$11.8 million. The Power and Communications Fund had a net increase of \$7.6 million and the Water Fund had a net increase of \$5.6 million for 2023. The Power and Communications Fund and Water Fund both easily maintained their required bonded debt ratios (see statistical tables, Schedule 11). Other factors concerning the finances of these two funds have already been addressed in the discussion of the Town's business-type activities.

General Fund Budgetary Highlights

The Town's final budget differs from the original budget in that it contains carry-forward appropriations for various programs and projects and other supplemental appropriations and adjustments approved during the fiscal year. The final budgeted 2023 appropriations for the General Fund, including transfers out, was \$2.9 million more than the original budget. The primary reasons for this difference are related to the following changes:

- \$1.1 million increase from rollover of uncompleted PO's and projects.
- \$180,000 increase in public transit services funded by a transfer from the Parking Services Fund.
- \$1.4 million increase in transfers to the Community Reinvestment Capital Project Fund for various projects and increases, including \$0.9 million to underground power lines as part of the Cleave Street reconstruction project.

Actual revenue and transfers in were approximately the same as the final budgeted amounts (\$23,279 greater).

Actual expenditures and transfers out were \$5.7 million (18%) less than the final budgeted appropriations. The primary factors contributing to this favorable variance include:

- General Government expenditures were \$2.5 million less than budgeted. The Planning division had \$420,604 less in expenditures, primarily due to delays in starting the development code rewrite project which rolled forward into 2024. Facilities had \$706,555 less in expenditures, partially due to a reduction in building maintenance completed in 2023 and appropriating \$500,000 for a facility and employee housing reserve. Outside entity funding expenditures were \$284,984 less than budgeted, partially due to appropriating \$100,000 for a childcare assistance reserve, using \$82,582 less childcare assistance and \$45,911 less transferred to the Fire District based on actual sales tax revenues. The new workforce housing appropriation had \$412,517 unused by year end. Numerous other variances accounted for the rest of the General Government budget savings.
- Public Safety expenditures were \$1.1 million less than budgeted. This is primarily due to personnel cost savings from vacancies during the year.
- Public Works expenditures were \$696,734 less than budgeted. Personnel cost reductions accounted for \$327,320 of this difference. Street and Stormwater operating costs were \$259,603 less than budgeted, accounting for most of the remaining variance
- Culture and Recreation expenditures were \$1.0 million less than budgeted. The Parks and Recreation Division and the Special Events Division had significant vacancy savings in 2023.

The resulting actual ending fund balance for the General Fund of \$15.4 million was \$10.7 million more than the Final Budget's projected ending fund balance.

Capital Asset and Debt Administration

Capital Assets

Governmental activities capital asset additions for 2023 were \$9.6 million, with a net increase (after disposal/retirement/transfers of capital assets) of \$9.4 million. Some of the more significant capital acquisitions included:

- Community Drive Roundabout - \$3.1 million
- Fall River Trail Improvements - \$3.4 million
- Downtown Wayfinding Signage Project - \$315,161
- Cleave Street Reconstruction - \$249,129
- Machinery and Equipment - \$771,897

Business-type capital asset additions for 2023 were \$14.2 million, with a net increase (after disposal/retirement/transfers of capital assets) of the same. Some of the more significant capital purchases in this area, including capital acquisitions in progress, were:

- Electric infrastructure (streetlights, overhead and underground distribution lines) - \$4.8 million
- Trailblazer Broadband fiber infrastructure – \$1.1 million
- Prospect Mountain Water infrastructure (distribution lines) - \$6.5 million

Additional information can be found in notes to financial statements Note 4 – Capital Assets.

Debt Administration

The governmental activities are currently obligated on the 2013 Certificates of Participation to finance the Multipurpose Event Center Complex. Total payments are approximately \$520,000 per year and are paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2023 is \$1.9 million. The governmental activities are also obligated on the 2017 Lease Purchase Agreement to finance the Estes Park Visitor Center Parking Garage. Total payments are approximately \$400,000 per year and are also paid out of the Community Reinvestment Fund. The remaining balance as of December 31, 2023 is \$2.8 million. In 2019, the Town entered into a lease purchase agreement to upgrade the Town's emergency handheld radios for both governmental-type and business-type activities. The total payments for the governmental-type activities is approximately \$49,000 per year and are paid out of the Emergency Response System Fund. The remaining balance as of December 31, 2023 is \$88,553.

The business-type activities (utility funds) are currently obligated to two Power and Communication revenue bond and two Water issues. The Power and Communication bonds Series A and Series B were issued in Nov 2019 to fund the buildout of the Trailblazer Broadband fiber network and complete implementation of the electric system smart meters. The Series A bonds mature in 2039 with a remaining balance of \$21.4 million as of December 31, 2023 and the Series B bonds mature in 2029 with a remaining balance of \$6.2 million as of December 31, 2023. The 2008 water loan was obtained to finance a membrane filter and to increase capacity at the Mary's Lake Treatment Plant. Maturing in 2028, there is

a remaining balance of \$1.7 million at the end of 2023. In 2020, the Town entered into a USDA loan to finance upgrades to the Park Entrance Mutual Pipeline and Water Company distribution system. The loan matures in 2060 with a remaining balance of \$503,559 as of December 31, 2023. The business-type activity share of the emergency handheld radio replacement lease purchase has a balance of \$40,337 as of December 31, 2023. In 2023, the Town entered into a construction loan to make water distribution system upgrades for the former Prospect Mountain Water District areas which has a balance of \$764,616 as of December 31, 2023.

The Town's Power and Communications fund currently maintains a rating from Standard & Poor's and Fitch of "A+" on its outstanding revenue bonds.

State statutes limit the amount of general obligation debt a government entity may issue to 3% of its total assessed valuation. The debt limitation for the Town as of December 31, 2023, is \$95.3 million (see statistical section under Schedule 9).

Additional information on these loans can be found in Note 5 – Long-Term Debt of the notes to financial statements, and in the statistical section under Schedule 8.

Other Significant Matters

- The Town continues to aggressively seek grants to assist in creating and putting into service assets that enhance the lives of its citizens and the enjoyment of its visitor base. This includes trail expansion and other enhancements as well as system repairs and maintenance type projects.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director, P.O. Box 1200, Estes Park, Colorado 80517.

Basic Financial Statements

Town of Estes Park, Colorado
Statement of Net Position
December 31, 2023

	PRIMARY GOVERNMENT			DISCRETELY PRESENTED COMPONENT UNITS	
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LOCAL MARKETING DISTRICT	ESTES PARK HOUSING AUTHORITY
ASSETS					
Cash and investments	\$ 32,864,489	\$ 27,164,196	\$ 60,028,685	\$ 3,015,416	\$ 2,138,389
Restricted cash and investments	-	267,103	267,103	-	3,880,084
Receivables, net	319,601	8,495,421	8,815,022	242,779	77,310
Taxes receivable	3,005,561	-	3,005,561	902,317	-
Intergovernmental receivable	4,084,328	603,091	4,687,419	-	-
Inventories	34,933	5,265,045	5,299,978	-	-
Prepaid items	364,381	-	364,381	105,052	21,394
Other assets	-	-	-	-	274,312
Due from component units	510,915	-	510,915	-	-
Internal balances	(1,483,201)	1,483,201	-	-	-
Land held for sale	-	-	-	-	2,937,688
Capital assets, not being depreciated	20,525,331	13,466,867	33,992,198	-	1,684,982
Capital assets, net of accumulated depreciation	53,847,962	75,358,411	129,206,373	42,282	21,405,870
TOTAL ASSETS	114,074,299	132,103,336	246,177,635	4,307,846	32,420,029
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to OPEB	157,649	124,735	282,384	37,863	2,382
Deferred outflows related to pension	3,196,295	3,064,813	6,261,108	597,916	191,602
TOTAL DEFERRED OUTFLOWS OF RESOURCES	3,353,944	3,189,548	6,543,492	635,779	193,984
LIABILITIES					
Accounts payable	2,248,392	5,033,286	7,281,678	469,067	77,482
Due to Town of Estes Park	-	-	-	510,915	-
Accrued liabilities	1,291,448	877,771	2,169,219	-	157,004
Deposits	-	348,456	348,456	-	208,474
Accrued interest payable	69,084	147,608	216,692	-	-
Claims payable	569,860	-	569,860	-	-
Unearned revenue	239,277	501,595	740,872	28,394	26,185
Long-term liabilities:				-	-
Due within one year	1,362,882	2,246,453	3,609,335	137,831	783,873
Due in more than one year	4,508,304	31,631,134	36,139,438	-	14,548,326
Net Pension liability	5,863,302	5,830,562	11,693,864	1,100,436	469,327
Net OPEB liability - due in more than one year	663,173	554,350	1,217,523	72,382	30,828
TOTAL LIABILITIES	16,815,722	47,171,215	63,986,937	2,319,025	16,301,499
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to Pension	99,586	99,030	198,616	5,486	2,340
Deferred inflows related to OPEB	194,849	169,491	364,340	25,493	10,858
Property taxes	458,687	-	458,687	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	753,122	268,521	1,021,643	30,979	13,198
NET POSITION					
Net investment in capital assets	69,375,534	55,793,657	125,169,191	19,932	9,771,413
Restricted for:					
Deposits	-	-	-	-	3,880,084
Parks and open space	981,343	-	981,343	-	-
Capital improvements	6,435,650	-	6,435,650	-	-
Operations and Maintenance reserves	-	1,250,000	1,250,000	-	-
Emergencies	801,841	-	801,841	292,022	-
Unrestricted	22,265,031	30,809,491	53,074,522	2,281,667	2,647,819
TOTAL NET POSITION	\$ 99,859,399	\$ 87,853,148	\$ 187,712,547	\$ 2,593,621	\$ 16,299,316

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado
Statement of Activities
For the Year Ended December 31, 2023

PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION					
FUNCTIONS / PROGRAMS	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	Primary Government			DISCRETELY PRESENTED COMPONENT UNITS	
				GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LOCAL MARKETING DISTRICT	ESTES PARK HOUSING AUTHORITY
Primary Government								
Governmental activities:								
General government	\$ 10,492,265	\$ 547,502	\$ 140,111	\$ 2,361,322	\$ -	\$ (7,443,330)	\$ -	\$ -
Public safety	7,318,583	640,389	22,803	91,828	(6,563,563)	(6,563,563)	-	-
Public works	7,547,831	880,855	6,828	473,708	(6,186,440)	(6,186,440)	-	-
Culture and recreation	6,184,813	805,265	39,756	2,016,426	(3,323,366)	(3,323,366)	-	-
Interest on long-term debt	184,638	-	-	-	(184,638)	(184,638)	-	-
Total Governmental Activities	31,728,130	2,874,011	209,498	4,943,284	(23,701,337)	(23,701,337)	-	-
Business-Type Activities:								
Power and communications	19,545,260	24,937,494	-	2,698,830	-	8,091,064	-	-
Water	5,596,567	7,560,513	-	2,957,845	-	4,921,791	-	-
Workforce Housing Linkage Impact Fee	-	723,890	-	-	-	723,890	-	-
Total Business-Type Activities	25,141,827	33,221,897	-	5,656,675	-	13,736,745	-	-
Total Primary Government	56,869,957	36,095,908	209,498	10,599,959	(23,701,337)	(9,964,592)	-	-
Component Units								
Local Marketing District	4,372,643	271,632	-	-	-	-	(4,101,011)	-
Estes Park Housing Authority	3,366,417	2,696,798	58,780	-	-	-	-	(610,839)
Total Component Unit	7,739,060	2,968,430	58,780	-	-	-	(4,101,011)	(610,839)
Taxes:								
Property taxes					\$ 455,266	\$ 455,266	\$ -	\$ -
Sales taxes					22,855,635	22,855,635	-	-
Lodging Taxes					5,309,126	5,309,126	4,094,975	4,157,360
Franchise taxes					651,095	651,095	-	-
Use taxes					427,507	427,507	-	-
Other taxes					57,909	57,909	-	-
Investment income					1,151,361	1,507,437	26,887	12,516
Miscellaneous Transfers					1,316,029	411,805	750	-
					1,496,808	(1,496,808)	-	-
Total general revenues and transfers					33,720,736	34,143,170	4,124,212	4,169,876
Change in net position					10,019,399	24,178,578	23,301	3,559,037
NET POSITION, BEGINNING					89,840,000	163,533,969	2,570,420	12,740,279
NET POSITION, ENDING					99,859,399	\$ 87,853,148	\$ 2,593,621	\$ 16,299,331

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado

Balance Sheet Governmental Funds December 31, 2023

	GENERAL FUND	COMMUNITY REINVESTMENT FUND	STREET IMPROVEMENT FUND	WORKFORCE HOUSING FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Cash and cash investments	\$ 15,028,971	\$ 4,212,299	\$ 5,320,033	\$ 323,644	\$ 2,204,992	\$ 27,089,939
Accounts and other receivables	232,327	10,730	9,971	-	7,086	260,114
Intergovernmental receivable	291,278	2,023,876	1,360	-	1,767,814	4,084,328
Taxes receivable	2,496,186	-	305,625	510,915	203,750	3,516,476
Due from other funds	310,000	-	-	-	-	310,000
Prepaid items	15,909	199,966	-	-	-	215,875
TOTAL ASSETS	<u>\$ 18,374,671</u>	<u>\$ 6,446,871</u>	<u>\$ 5,636,989</u>	<u>\$ 834,559</u>	<u>\$ 4,183,642</u>	<u>\$ 35,476,732</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Accounts payable	766,005	523,465	201,760	466,857	213,341	2,171,428
Accrued liabilities	1,260,331	-	2,499	1,737	6,492	1,271,059
Due to other funds	-	-	-	-	310,000	310,000
TOTAL LIABILITIES	<u>2,026,336</u>	<u>523,465</u>	<u>204,259</u>	<u>468,594</u>	<u>529,833</u>	<u>3,752,487</u>
DEFERRED INFLOWS OF RESOURCES						
Property taxes	458,687	-	-	-	-	458,687
Unavailable revenue	425,070	2,023,876	1,360	-	1,652,720	4,103,026
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>883,757</u>	<u>2,023,876</u>	<u>1,360</u>	<u>-</u>	<u>1,652,720</u>	<u>4,561,713</u>
FUND BALANCES						
Nonspendable						
Prepaid items	15,909	199,966	-	-	-	215,875
Restricted for:						
Parks and open space	72,895	-	-	-	908,448	981,343
Capital improvements	-	-	5,343,009	-	1,092,641	6,435,650
Emergencies	713,480	-	88,361	-	-	801,841
Assigned for:						
Subsequent year's budget appropriation of fund balance	6,634,171	-	-	-	-	6,634,171
Capital improvements	-	3,699,564	-	-	-	3,699,564
Reserves	2,477,447	-	-	365,965	-	2,843,412
Unassigned	5,550,675	-	-	-	-	5,550,675
TOTAL FUND BALANCES	<u>15,464,578</u>	<u>3,899,530</u>	<u>5,431,370</u>	<u>365,965</u>	<u>2,001,089</u>	<u>27,162,532</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 18,374,671</u>	<u>\$ 6,446,871</u>	<u>\$ 5,636,989</u>	<u>\$ 834,559</u>	<u>\$ 4,183,642</u>	<u>\$ 35,476,732</u>

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

For the Year Ended December 31, 2023

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	\$ 27,162,532
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Capital assets, net of internal service funds of \$1,548,342	72,824,951
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The deferred outflows below are not current assets or financial resources; and the deferred inflows are not due and payable in the current period and therefore are not reported in the Governmental Funds.

Deferred outflows related to pension	3,196,295
Deferred outflows related to OPEB	157,649
Deferred inflows related to pension	(99,586)
Deferred inflows related to OPEB	(194,849)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds balance sheet. Long-term liabilities at year end consist of:

Net OPEB liability (net of internal service funds of \$4,622)	(658,551)
Net pension liability	(5,863,302)
Accrued interest payable	(69,084)
Long-term liabilities (net of internal service fund liabilities of \$59,747)	<u>(5,811,439)</u>
Total long-term liabilities	(12,402,376)

Other long term assets are not available to pay current expenditures and therefore, are deferred inflows of resources in the fund financial statements

	3,863,749
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Internal service funds are used by management to charge the costs of certain activities such as insurance, technology, and vehicles to individual funds. A portion of the assets and liabilities of the internal service fund is included in the governmental activities in the statement of net position.

	<u>5,351,035</u>
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Total net position - governmental activities

	<u>\$ 99,859,399</u>
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The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado
Governmental Funds
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 2023

	GENERAL FUND	COMMUNITY REINVESTMENT FUND	STREET IMPROVEMENT FUND	WORKFORCE HOUSING LODGING TAX FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:						
Taxes	\$ 19,876,315	\$ -	\$ 2,742,659	5,309,126	\$ 1,828,438	\$ 29,756,538
Licenses and Permits	851,567	-	-	-	23,130	874,697
Intergovernmental	555,679	17,428	-	-	1,039,673	1,612,780
Charges for Services	860,679	-	-	-	808,120	1,668,799
Fines and Forfeitures	26,485	-	-	-	50,902	77,387
Rental income	253,128	-	-	-	-	253,128
Contributions	46,039	14,544	-	-	-	60,583
Investment Income	591,494	211,283	202,710	-	145,874	1,151,361
Miscellaneous	721,291	-	-	-	-	721,291
TOTAL REVENUES	23,782,677	243,255	2,945,369	5,309,126	3,896,137	36,176,564
EXPENDITURES:						
Current:						
General Government	5,660,404	36,978	-	4,943,161	-	10,640,543
Public Safety	7,316,848	-	-	-	-	7,316,848
Public Works	3,048,436	-	441,759	-	758,385	4,248,580
Culture and Recreation	4,652,137	-	-	-	1,242,089	5,894,226
Debt Service:						
Principal	18,150	724,997	-	-	41,933	785,080
Interest	3,910	193,497	-	-	6,610	204,017
Capital outlay	78,131	4,470,831	1,067,154	-	3,565,305	9,181,421
TOTAL EXPENDITURES	20,778,016	5,426,303	1,508,913	4,943,161	5,614,322	38,270,715
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,004,661	(5,183,048)	1,436,456	365,965	(1,718,185)	(2,094,151)
OTHER FINANCING SOURCES (USES)						
Transfers in	1,686,808	5,372,751	-	-	-	7,059,559
Transfers out	(5,372,751)	-	-	-	(190,000)	(5,562,751)
NET CHANGE IN FUND BALANCE	(681,282)	189,703	1,436,456	365,965	(1,908,185)	(597,343)
FUND BALANCES, BEGINNING OF YEAR	16,145,860	3,709,827	3,994,914	-	3,909,274	27,759,875
FUND BALANCES, END OF YEAR	\$ 15,464,578	\$ 3,899,530	\$ 5,431,370	\$ 365,965	\$ 2,001,089	\$ 27,162,532

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2023

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (597,343)
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Capital outlays are reported in the governmental funds as an expenditure; however, for governmental activities, these costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense.

Depreciation and amortization expense	(3,684,919)
Capital outlay	8,907,500
Net amount	5,222,581

Payments of long-term debt principal are expenditures in governmental funds, but the payments reduce long-term liabilities in the statement of net position and do not affect the statement of activities. This amount includes payments on leases during the current year.

785,080

Some revenues/expenses reported in the statement of activities do not require the receipt/use of current financial resources and, therefore, are not reported as revenues/expenditures in the governmental funds.

Change in environmental remediation liability	5,499
Change in accrued interest	8,346
Amortization of lease purchase agreement premium	19,379
Change in accrued compensated absences	5,325
Net amount	38,549

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statement of revenues, expenditures and changes in fund balances.

3,479,419

Pension income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.

428,753

OPEB income relating to changes in the Town's defined benefit retirement plan accounts do not provide current financial resources, and therefore, are not reported as revenue in the governmental fund financial statements.

67,629

An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net income of the internal service fund is reported with governmental activities in the statement of activities.

594,731

Change in net position - governmental activities

\$ 10,019,399

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado

Proprietary Fund Statement of Net Position December 31, 2023

	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund		
	Power and Communications Fund	Water Fund	Workforce Housing Linkage Impact Fee Fund	Total Enterprise Funds	Internal Service Fund
Current Assets:					
Cash and investments	\$ 13,383,529	\$ 12,807,610	\$ 973,057	\$ 27,164,196	\$ 5,774,550
Restricted cash and investments	267,103	-	-	267,103	-
Accounts receivable, net	3,652,328	3,733,434	1,202	7,386,964	59,487
Notes receivable	-	1,108,457	-	1,108,457	-
Intergovernmental receivable	603,091	-	-	603,091	-
Inventories	4,873,320	391,725	-	5,265,045	34,933
Prepaid Items	-	-	-	-	148,506
Total Current Assets	22,779,371	18,041,226	974,259	41,794,856	6,017,476
Non-Current Assets:					
Capital assets, not being depreciated	1,501,262	11,965,605	-	13,466,867	278,743
Capital assets, net of accumulated depreciation and amortization	54,473,721	20,884,690	-	75,358,411	1,269,599
Total Non-Current Assets	55,974,983	32,850,295	-	88,825,278	1,548,342
TOTAL ASSETS	78,754,354	50,891,521	974,259	130,620,134	7,565,818
DEFERRED OUTFLOWS OF RESOURCES					
Related to OPEB	86,657	38,078	-	124,735	-
Related to pension	2,136,290	928,523	-	3,064,813	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,222,947	966,601	-	3,189,548	-
LIABILITIES					
Current Liabilities:					
Accounts payable	2,121,345	2,911,941	-	5,033,286	76,963
Accrued liabilities	90,483	787,288	-	877,771	20,389
Customer deposits	340,956	7,500	-	348,456	-
Claims payable	-	-	-	-	569,860
Accrued interest payable	93,634	53,974	-	147,608	-
Unearned revenue	269,925	-	231,670	501,595	-
Compensated absences payable, current portion	271,761	112,187	-	383,948	47,535
Loans payable, current portion	16,302	2,533	-	18,835	-
Revenue bonds payable, current portion	1,523,351	320,319	-	1,843,670	-
Total Current Liabilities	4,727,757	4,195,742	231,670	9,155,169	714,747
Non-Current Liabilities:					
Compensated absences payable	143,219	51,696	-	194,915	12,212
Net pension liability	4,082,327	1,748,235	-	5,830,562	-
OPEB liability	384,463	169,887	-	554,350	4,622
Long term debt	28,755,891	2,680,328	-	31,436,219	-
Total Non-Current Liabilities	33,365,900	4,650,146	-	38,016,046	16,834
TOTAL LIABILITIES	38,093,657	8,845,888	231,670	47,171,215	731,581
DEFERRED INFLOWS OF RESOURCES					
Related to OPEB	117,730	51,761	-	169,491	-
Related to pension	69,336	29,694	-	99,030	-
TOTAL DEFERRED INFLOWS OF RESOURCES	187,066	81,455	-	268,521	-
NET POSITION					
Net investment in capital assets	25,946,542	29,847,115	-	55,793,657	1,548,342
Restricted for operations and maintenance reserve	-	1,250,000	-	1,250,000	-
Unrestricted	16,750,036	11,833,664	742,589	29,326,289	5,285,895
TOTAL NET POSITION	\$ 42,696,578	\$ 42,930,779	\$ 742,589	\$ 86,369,946	\$ 6,834,237

Amounts reported for Business-Type Activities in the Statement of Net Position are different because:

An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the assets and liabilities of the internal service fund is included in business-type activities in the statement of net position.

Total Net Position Business-Type Activities

1,483,201
\$ 87,853,148

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado

Proprietary Fund Statement of Revenues, Expenses and Changes in Net Position For the Year Ended December 31, 2023

	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund	Total	Internal Service Fund
	Power and Communications Fund	Water Fund	Workforce Housing Linkage Impact Fee Fund		
OPERATING REVENUES					
Charges for services	\$ 24,937,494	\$ 6,423,061	\$ -	\$ 31,360,555	\$ 6,290,181
Impact Fees	-	-	723,890	723,890	-
Miscellaneous	131,087	86,303	-	217,390	4,930
TOTAL OPERATING REVENUES	25,068,581	6,509,364	723,890	32,301,835	6,295,111
OPERATING EXPENSES					
Source of supply	9,013,459	101,682	-	9,115,141	-
Purification	-	1,148,799	-	1,148,799	-
Distribution	3,828,220	1,797,055	-	5,625,275	-
Customer accounts	561,475	333,911	-	895,386	-
Administration and general	2,429,637	1,146,884	-	3,576,521	1,590,681
Broadband operations	1,216,412	-	-	1,216,412	3,442,203
Depreciation expense	1,605,889	948,611	-	2,554,500	378,759
Medical expenses	-	-	-	-	404,507
TOTAL OPERATING EXPENSES	18,655,092	5,476,942	-	24,132,034	5,816,150
OPERATING INCOME	6,413,489	1,032,422	723,890	8,169,801	478,961
NON-OPERATING REVENUES (EXPENSES)					
Investment income	746,376	742,362	18,699	1,507,437	259,613
Grant revenue	2,698,830	2,957,845	-	5,656,675	5,808
Gain (loss) on sale of assets	-	-	-	-	44,766
Tap fees	-	1,137,452	-	1,137,452	-
Interest expense	(890,168)	(119,625)	-	(1,009,793)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	2,555,038	4,718,034	18,699	7,291,771	310,187
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	8,968,527	5,750,456	742,589	15,461,572	789,148
Transfers out	(1,354,932)	(141,876)	-	(1,496,808)	-
CHANGE IN NET POSITION	7,613,595	5,608,580	742,589	13,964,764	789,148
NET POSITION, BEGINNING OF YEAR	35,082,983	37,322,199	-	72,405,182	6,045,089
NET POSITION, END OF YEAR	\$ 42,696,578	\$ 42,930,779	\$ 742,589	\$ 86,369,946	\$ 6,834,237
Amounts reported for Business-Type Activities in the Statement of Activities are different because:					
Change in Net Position of Business-Type Activities				13,964,764	
An internal service fund is used by management to charge the costs of fleet maintenance, vehicle replacement and information technology to individual funds. A portion of the net income of the internal service fund is included in business-type activities in the statement of activities.				194,415	
Total Change in Net Position of Business-Type Activities				<u>\$ 14,159,179</u>	

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2023

	Business-Type Activities				Governmental Activities
	Major funds		Nonmajor Fund	Total	Internal Service Fund
	Power and Communications Fund	Water Fund	Workforce Housing Linkage Impact Fee Fund		
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 24,858,211	\$ 6,585,449	\$ 954,358	\$ 32,398,018	\$ 6,461,664
Cash received from other sources	131,087	86,303	-	217,390	3,034
Cash paid for goods and services	(15,037,277)	(223,169)	-	(15,260,446)	(4,320,643)
Cash paid to employees	(3,942,461)	(1,739,843)	-	(5,682,304)	(1,152,715)
NET CASH FROM OPERATING ACTIVITIES	6,009,560	4,708,740	954,358	11,672,658	991,340
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Transfers to other funds	(1,354,932)	(141,876)	-	(1,496,808)	-
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	(1,354,932)	(141,876)	-	(1,496,808)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital grants	654,223	195,696	-	849,919	5,808
Acquisition of capital assets	(6,201,073)	(8,035,264)	-	(14,236,337)	(556,494)
Proceeds from sale of capital assets	-	-	-	-	46,569
Proceeds from the issuance of long-term debt	-	710,240	-	710,240	-
Principal paid on long-term debt	(1,270,499)	(322,464)	-	(1,592,963)	-
Interest paid on long-term debt	(1,125,641)	(102,084)	-	(1,227,725)	-
Tap fees received	-	1,137,452	-	1,137,452	-
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	(7,942,990)	(6,416,424)	-	(14,359,414)	(504,117)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	746,376	742,362	18,699	1,507,437	259,613
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	746,376	742,362	18,699	1,507,437	259,613
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,541,986)	(1,107,198)	973,057	(2,676,127)	746,836
CASH AND CASH EQUIVALENTS					
Beginning of Year	16,192,618	13,914,808	-	30,107,426	5,027,714
End of Year	\$ 13,650,632	\$ 12,807,610	\$ 973,057	\$ 27,431,299	\$ 5,774,550
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES					
Operating income	\$ 6,413,489	\$ 1,032,422	\$ 723,890	\$ 8,169,801	\$ 478,961
Adjustments to reconcile operating income to net cash flows from operating activities					
Depreciation	1,605,889	948,611	-	2,554,500	378,759
(Increase) decrease in operating assets:					
Accounts receivable	(79,283)	162,388	(1,202)	81,903	169,587
Inventories	(1,315,681)	(3,573)	-	(1,319,254)	(8,409)
Prepaid items	1,543	-	-	1,543	43,864
(Increase) decrease in operating liabilities:					
Accounts payable	(696,417)	2,565,404	-	1,868,987	(75,907)
Accrued liabilities	9,782	83,211	-	92,993	4,372
Unearned revenues	-	-	231,670	231,670	-
Deposits	57,056	-	-	57,056	-
Compensated absences payable	83,462	8,585	-	92,047	113
Net pension and OPEB liabilities and related deferred inflows and outflows of resources	(70,280)	(88,308)	-	(158,588)	-
NET CASH FROM OPERATING ACTIVITIES	\$ 6,009,560	\$ 4,708,740	\$ 954,358	\$ 11,672,658	\$ 991,340

The accompanying notes are an integral part of these financial statements.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies

The Town of Estes Park, Colorado (the Town) is a statutory municipality governed by a town administrator form of government through a Mayor and six-member Board of Trustees elected by the residents at large.

The accounting policies of the Town and its component units conform to generally accepted accounting principles as applicable to government entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

The financial reporting entity consists of the Town, organizations for which the Town is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the Town. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the Town. Legally separate organizations for which the Town is financially accountable are considered part of the reporting entity. Financial accountability exists if the Town appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens, on the Town.

Based on the application of these criteria, the Town includes the following component units in its financial statements.

The Estes Park Local Marketing District (Visit Estes Park) was established by election in November 2008, to assist with the marketing of businesses and activities in the Marketing District's boundaries, which include the Town and the surrounding area. The election allowed Visit Estes Park to assess a 2% marketing and promotion tax on all lodging establishments in the District. An increase to the lodging tax in 2023 to assist with workforce housing and childcare needs within the community resulted in tax collections of \$5,374,603 being transferred to the Town. Visit Estes Park has a separate Board of Directors with seven members appointed by the Town and Larimer County. Although Visit Estes Park is legally separate from the Town, the financial statements are discretely presented in the Town's reporting entity because Visit Estes Park provides services almost exclusively to the Town, and the Town appoints five members (a majority) of the Board of Directors. Separately issued financial statements of Visit Estes Park can be obtained from Visit Estes Park at 1230 Big Thompson Ave., P.O. Box 4426, Estes Park, Colorado 80517.

The Estes Park Housing Authority (EPHA) was established in April 1993 to help meet the housing needs of the Estes Park community. During November 2022, voters approved an increase to the lodging tax assessed by the Visit Estes Park to assist with workforce housing and childcare needs within the community. The Town entered into an agreement with the Local Marketing District to manage these new lodging taxes on their behalf. The Town subsequently entered into an agreement with EPHA to assist with workforce housing development, resulting in transfers to EPHA totaling \$4,606,966 in 2023.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Due to the nature of this new arrangement with EPHA and the significance of this new workforce housing financial benefit to EPHA's efforts, EPHA is now considered part of the Town's reporting entity and their financial statements are now discretely presented within the Town's reporting entity beginning with the year ending December 31, 2023. Separately issued financial statements for Estes Park Housing Authority may be obtained from Estes Park Housing Authority at 363 East Elkhorn Ave, Ste 101, Estes Park, Colorado 80517.

Certain disclosures required by generally accepted accounting principles (GAAP) have been omitted from the Town's notes, as they may be viewed by obtaining Visit Estes Park's or the EPHA's financial statements as described above.

The Estes Park Building Authority (the Building Authority) was formed to provide financing for improvements to the Town-owned golf course. The Estes Valley Recreation and Park District operates the course under a management agreement. The Town Board of Trustees appoints the Directors of the Building Authority. The Building Authority had no financial activity for the year ended December 31, 2023.

Joint Venture - In 1975, the Town joined with the cities of Fort Collins, Longmont, and Loveland to establish the Platte River Power Authority (the Authority), to provide electrical power and energy to the Town and Cities. The Authority is governed by an eight-member Board of Directors. Each participant's governing board appoints two members to the Authority's Board of Directors.

The Town has a residual interest in the assets of the Authority that may revert to the Town upon dissolution of the Authority. The Town has no equity interest in the Authority. Complete financial statements of the Authority may be obtained by contacting the Platte River Power Authority at 2000 East Horsetooth Road, Fort Collins, Colorado 80525-2942.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from the legally separate *component unit* for which the Town is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*. Internally dedicated resources are reported as general revenues rather than as program revenues.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and pension trust fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current year. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenues are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the Town reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those accounted for in another fund.

Community Reinvestment Fund – This fund was reclassified as a capital projects fund in 2018 from a special revenue fund. The fund accounts for general capital improvements of the Town, including the acquisition, construction, improvement, and maintenance of capital assets. These expenditures are financed by General Fund transfers, intergovernmental grants and debt issuances.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Street Improvement Fund – This fund is a special revenue fund created in April 2015 by vote of the Board of Trustees. The fund accounts for the restricted 0.60% sales tax approved by voters in 2014. The fund is used for selected street department personnel costs, operations, street repairs; such as chip sealing and crack sealing efforts, street replacement, rehabilitation, and construction within the Town of Estes Park.

Workforce Housing Lodging Tax Fund - This fund is a special revenue fund created in November 2022 by ballot initiative 6E. This fund receives a portion of the lodging taxes imposed by the Local Marketing District Visit Estes Park for support of workforce housing and childcare development projects within the Town of Estes Park.

The Town also reports the following major proprietary funds:

The ***Power and Communications Fund*** accounts for the financial activities associated with the provision of electric and broadband services. In 2019, the Town passed an ordinance to change the name of this fund from the Light and Power fund to the Power and Communications Fund.

The ***Water Fund*** accounts for the financial activities associated with the provision of water services.

Additionally, the Town reports the following fund types:

The ***Internal Service Funds*** account for fleet maintenance, vehicle replacement, information technology, medical insurance services and risk management services provided to other departments of the Town on a cost reimbursement basis.

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Assets, Liabilities and Net Position/Fund Balance

Cash and Investments - Cash equivalents include investments with original maturities of three months or less. Investments in pooled cash are considered cash equivalents. Investments are reported at fair value. Whenever possible, the Town pools cash to enhance investment opportunities and to facilitate management of cash resources.

Restricted Cash and Investments - The amounts restricted are in compliance with the debt requirements associated with the Town's long-term debt.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Interfund Receivables/Payables - During the course of operations, certain transactions occur between individual funds. The resulting receivables and payables are classified in the fund financial statement as interfund receivables and interfund payables. Any residual balances outstanding between governmental and business-type activities are reported in the government-wide financial statements as internal balances.

Receivables, net – Consists of amounts due from individuals and organizations for good and services. Additionally, this includes notes receivable of amounts due from customers related to one-time system development assessments. An allowance for uncollectible balances is recorded net.

Inventories - Inventories are valued at cost, using the last-in first-out method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Prepaid Items - Certain payments to vendors reflect costs applicable to future years and are reported as prepaid items using the consumption method.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the Town, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more (\$50,000 or more for street, bridge and trail infrastructure) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of arts or similar items, and capital assets received in a service concession arrangement are reported at their acquisition cost at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset life are not capitalized.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives.

Buildings	30 - 40 years
Infrastructure – Collection and Distribution Systems	25 - 50 years
Infrastructure – Streets, Bridges and Trails	30 – 40 years
Machinery and Equipment	20 - 25 years
Vehicles	5 - 10 years
Subscription based IT arrangements	Life of contract

Deferred Outflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. A deferred outflow of resources is a consumption of net assets by the Town that is applicable to a future reporting period. The Town has two items that qualify as a deferred outflow of resources related to pension and other post-employment benefit (“OPEB”) liabilities per GASB Statement No. 68 and 75. See Note 8 for additional information.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Unearned Revenues - Unearned revenues arise when resources are received by the Town before it has a legal claim to them or when assets are not available as current financial resources in the governmental funds. In addition, the Town recognizes unearned revenue related to water rates established to support estimated incremental expenses of future scheduled maintenance costs of the Water Fund, consistent with the regulatory provisions of GASB Statement No. 62. At December 31, 2023 the Town reported unearned revenue of \$239,277 in governmental funds and \$501,595 in the enterprise funds.

Deferred Inflows of Resources - In addition to liabilities, the statement of net position will sometimes report separate sections for deferred inflows of resources. A deferred inflow of resources is an acquisition of net assets by the Town that is applicable to a future reporting period. The Town has three items that qualify for reporting as deferred inflows of resources. The first type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Town's year end) under the modified accrual basis of accounting. In the governmental funds, the Town recorded \$4,103,026 of deferred inflows of resources related to unavailable revenue and \$458,687 related to property taxes as of December 31, 2023. Finally, a deferred inflow of resources related to the pension and other post-employment benefit amounts per GASB Statement Nos. 68 and 75 have been recorded as of December 31, 2023. See Note 8 for additional information.

Deposits - Deposits reported in the General Fund represent customer payments for specific public improvements. The Power and Communications Fund reports deposits received from customers for the construction of electric service facilities at their locations. These deposits are recognized as revenue when the underlying construction is completed. The Power and Communications Fund also includes utility service deposits held as collateral for utility bills. These utility service deposits may be refunded, including accrued interest, at the end of the deposit term if the customer has demonstrated a good payment history.

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation and sick time. Upon termination of employment from the Town, an employee will be compensated for all accrued vacation time and, if the employee has completed 20 years of continuous service, will be compensated for 50% of accrued sick time at their current pay rate.

These compensated absences are recognized as current salary costs when earned in the proprietary funds and when due in the governmental funds. A long-term liability has been reported in the proprietary funds and government-wide financial statements for the accrued compensated absences.

Long-term Obligations - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Long-term debt is reported net of the applicable premium or discount. Long-term debt issuance costs are expensed when incurred.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. Committed fund balance represents amounts constrained by the Board of Trustees, which is the highest level of decision-making authority, by formal action (resolution). While there is no formal policy, the Board of Trustees has authorized the Town Administrator or his designee to assign fund balances for specific purposes consistent with the adopted budget. If both restricted and unrestricted fund balances are available, the Town uses restricted fund balance first, followed by committed, assigned and unassigned.

As of December 31, 2023, the Town reported the following restrictions in the statement of net position: 1) \$981,343 restricted for parks and open space, \$6,435,650 restricted for future capital improvements and \$801,841 restricted for emergencies (see Note 11) reported under governmental activities; and 2) \$1,250,000 restricted for operations and maintenance reserves reported under business-type activities. Restricted net position is a result of externally imposed restrictions.

Property Taxes -Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on the last day of February and June 15. The Larimer County Treasurer's Office collects property taxes and remits to the Town on a monthly basis. Since property taxes are collected in arrears during the succeeding year, a receivable and corresponding deferred inflows of resources are reported at year-end.

Contraband forfeitures -The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. These proceeds are not subject to appropriation in the budget process. Cash proceeds are recorded in the General Fund. Property and equipment seized are recorded as capital assets.

Pensions -The Town and the discretely presented component unit participate in the Local Government Division Trust Fund ("LGDTF"), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits ("OPEB") -The Town and the discretely presented component unit participate in the Health Care Trust Fund ("HCTF"), a cost-sharing multiple- employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

1. Summary of Significant Accounting Policies (continued)

For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

The Town also provides post-employment medical insurance premium assistance to all active and retired employees under the Retiree Medical Insurance Plan (the "Plan"). The Plan is a single employer defined benefit OPEB plan administered by the Town. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

New Accounting Pronouncements- For 2023, the Town implemented Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Information Technology Arrangements. GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. As a result of implementation, the Town recorded a right-to-use intangible SBITA asset totaling \$111,130 in the governmental activities, and a corresponding \$101,629 subscription liability, effective January 1, 2023. Additionally, the Town recorded a right-to-use intangible SBITA asset totaling \$9,625 in the business-type activities, with no corresponding liability, effective April 1, 2023.

2. Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Budgets are legally adopted for all funds of the Town. Budgets for the governmental funds are adopted on a basis consistent with GAAP. Budgetary comparisons for the enterprise and internal service funds are presented on a non-GAAP budgetary basis. Capital outlay and debt service principal are budgeted as expenditures and depreciation is not budgeted. The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- Management submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them;
- Public hearings are conducted to obtain taxpayer comments;
- Prior to December 15, the budget is legally enacted through passage of a resolution;
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees;
- All budget appropriations lapse at year-end.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

3. Cash and Investments

A summary of cash and investments as of December 31, 2023, follows:

	Town	Visit Estes Park	EPHA
Petty Cash	\$ 4,350	\$ -	\$ -
Deposits	4,653,071	3,015,416	6,018,473
Investments	<u>55,638,367</u>	<u>-</u>	<u>-</u>
Total	<u>\$60,295,788</u>	<u>\$ 3,015,416</u>	<u>\$6,018,473</u>

Cash and investments are presented in the government-wide financial statements as follows:

	Town	Visit Estes Park	EPHA
Cash and investments	\$60,028,685	\$ 3,015,416	\$1,922,872
Tenant security deposits	-	-	215,517
Restricted cash and investments	<u>267,103</u>	<u>-</u>	<u>3,880,084</u>
Total	<u>\$60,295,788</u>	<u>\$ 3,015,416</u>	<u>\$6,018,473</u>

Bank Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held.

The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2023, the Town, Visit Estes Park, and EPHA bank deposits had carrying values of \$5,217,931, \$3,016,532, and \$257,036 respectively.

Deposits collateralized under the PDPA are considered collateralized with securities held by the pledging financial institution's trust department or agent in the Town's, Visit Estes Park's, or EPHA's name because the collateral pool meets the "held in name of the government" criterion.

Investments

The Town is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following (listed below). State statutes do not address custodial risk. The Town's investment policy does not further limit these investment choices.

Colorado statutes specify in which instruments the local government may invest, which include:

1. Repurchase agreements in obligations of the United States;

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

3. Cash and Investments (continued)

2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, US territory or any of their subdivisions, with certain limitations;
4. Bankers' acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market funds, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with other certain limitations;
9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments and must comply with the same restrictions on cash deposits and investments. These trusts are "Colotrust," "CSAFE", and "CSIP".

At December 31, 2023, the Town had the following investments reported as cash and cash equivalents:

Investment Type	Rating	Investment Maturities (in Years)		
		Less than 1	1 to 5	Fair Value
Local Government Investment Pools	AAAm	\$35,330,184	\$ -	\$ 35,330,184
Corporate bonds	AA-	-	635,877	635,877
U.S. Treasury Securities	AA+	2,556,067	8,422,797	10,978,864
Government agencies	AA+	<u>3,564,889</u>	<u>5,128,553</u>	<u>8,693,442</u>
Total		<u>\$41,451,140</u>	<u>\$ 14,187,227</u>	<u>\$ 55,638,367</u>

Interest Rate Risk- State statutes limit investments in U.S. Treasury and Agency securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit investments in U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs). State statutes also limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a NRSRO.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

3. Cash and Investments (continued)

Concentration of Credit Risk- State statutes do not limit the amount the Town may invest in one issuer. The Town's concentration of credit risk that exceed 5% is shown below as of December 31, 2023. Percentages are based on the Town's total investments.

Investment Type	Concentration of Credit Risk
Local Government Investment Pools	63.50%
Corporate Bonds	1.14%
Government Agencies	15.62%
Government Bonds	19.73%

Fair Value

The Town categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles (GAAP). The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Investment balances at December 31, 2023 were as follows:

Investments	Level 1	Level 2	Level 3	Total
Government agencies	\$8,693,442	\$ -	\$ -	\$ 8,693,442
Corporate bonds	-	635,877	-	635,877
Government bonds	-	10,978,864	-	10,978,864
Total	<u>\$8,693,442</u>	<u>\$11,614,741</u>	<u>\$ -</u>	<u>\$ 20,308,183</u>
Local government investment pool measured at NAV				23,577,481
Local government investment pool measured at amortized cost				<u>11,752,703</u>
Total				<u>\$ 55,638,367</u>

Securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities or offer same day liquidity at a price of par. Securities classified in Level 2 are valued using inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity. The Town's securities in Level 2 are valued using matrix pricing and various relational pricing model techniques.

As of December 31, 2023, the Town had invested \$13,895,933 in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share has a constant net asset value.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

3. Cash and Investments (continued)

The Trust offers shares in three portfolios, COLOTRUST PRIME, COLOTRUST PLUS+, and COLOTRUST EDGE. These portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. Government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as the safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

As of December 31, 2023, the Town had invested \$11,752,703 in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. CSAFE is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to \$1.00. CSAFE measures all of its investment at amortized cost in accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants. CSAFE invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAM rated money market funds, highly rated corporate bonds and Colorado Depositories. The weighted average maturity of the portfolio shall not exceed 60 days and the weighted average life of the portfolio shall not exceed 120 days. CSAFE is rated AAAM by Standard & Poor's. There are no unfunded commitments, the redemption frequency is daily or weekly, and there is no redemption notice period.

As of December 31, 2023, the Town had \$9,681,548 invested in Colorado Statewide Investment Program (CSIP), an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes. CSIP is a highly liquid fund operating similarly to a money market-like fund and each share is equal in value to \$1.00. CSIP measures all of its investment at net asset value in accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants. CSIP invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, AAAM rated money market funds, highly rated corporate bonds and Colorado Depositories. CSIP is rated AAAM by Standard & Poor's.

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Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

4. Capital Assets

Capital asset activity for the year ended December 31, 2023 is summarized below:

	Balance December 31, 2022	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2023
Governmental Activities				
Capital assets, <i>not being depreciated</i> :				
Land held for preservation	\$ 6,288,911	\$ -	\$ -	\$ 6,288,911
Construction in Progress	<u>6,769,341</u>	<u>7,510,581</u>	<u>(43,502)</u>	<u>14,236,420</u>
Total capital assets, <i>not being depreciated</i>	<u>13,058,252</u>	<u>7,510,581</u>	<u>(43,502)</u>	<u>20,525,331</u>
Capital assets, being depreciated:				
Buildings	23,740,774	401,046	-	24,141,820
Infrastructure	140,165,992	814,475	-	140,980,467
Machinery and Equipment	9,743,704	771,897	(186,135)	10,329,467
Intangible right-to-use SBITA*	<u>-</u>	<u>111,130</u>	<u>-</u>	<u>111,130</u>
Total capital assets, being depreciated	<u>173,650,470</u>	<u>2,098,548</u>	<u>(186,135)</u>	<u>175,562,884</u>
Less accumulated depreciation and amortization:				
Buildings	(12,788,470)	(580,508)	-	(13,368,978)
Infrastructure	(98,560,882)	(2,575,437)	-	(101,136,319)
Machinery and Equipment	(6,482,908)	(882,363)	183,609	(7,181,662)
Intangible right-to-use SBITA*	<u>-</u>	<u>(27,963)</u>	<u>-</u>	<u>(27,963)</u>
Total accumulated depreciation and amortization	<u>(117,832,260)</u>	<u>(4,066,271)</u>	<u>183,609</u>	<u>(121,714,922)</u>
Total capital assets, <i>being depreciated/amortized</i> , net	<u>55,818,211</u>	<u>(1,967,723)</u>	<u>(2,526)</u>	<u>53,847,963</u>
Total governmental activities capital assets, net	<u>\$ 68,876,463</u>	<u>\$ 5,542,858</u>	<u>\$ (46,028)</u>	<u>\$ 74,373,293</u>

* Subscription based technology agreements

Depreciation expense was charged to governmental programs of the Town as follows:

Governmental Activities	
General Government	\$ 421,909
Public Safety	129,676
Public Works	3,100,039
Culture and Recreation	<u>414,648</u>
Total	<u>\$ 4,066,271</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

4. Capital Assets (continued)

	Balance December 31, 2022	Transfers/ Additions	Transfers/ Retirements	Balance December 31, 2023
Business-Type Activities				
Capital assets, <i>not being depreciated</i> :				
Land and easements	\$ 4,271,639	\$ -	\$ -	\$ 4,271,639
Construction in progress	<u>26,950,875</u>	<u>7,925,557</u>	<u>(25,681,204)</u>	<u>9,195,228</u>
Total capital assets, <i>not being depreciated</i>	<u>31,222,514</u>	<u>7,925,557</u>	<u>(25,681,204)</u>	<u>13,466,867</u>
Capital assets, being depreciated:				
Buildings	12,525,648	-	-	12,525,648
Infrastructure	48,234,303	31,486,603	-	79,720,906
Machinery and Equipment	22,540,870	495,755	-	23,036,625
Intangible right-to-use SBITA*	<u>-</u>	<u>9,625</u>	<u>-</u>	<u>9,625</u>
Total capital assets, being depreciated	<u>83,300,821</u>	<u>31,991,983</u>	<u>-</u>	<u>115,292,804</u>
Less accumulated depreciation:				
Buildings	(5,011,400)	(328,667)	-	(5,340,067)
Infrastructure	(19,162,732)	(1,188,689)	-	(20,351,421)
Machinery and Equipment	(13,205,761)	(1,035,006)	-	(14,240,767)
Intangible right-to-use SBITA*	<u>-</u>	<u>(2,139)</u>	<u>-</u>	<u>(2,139)</u>
Total accumulated depreciation and amortization	<u>(37,379,893)</u>	<u>(2,554,500)</u>	<u>-</u>	<u>(39,934,393)</u>
Total capital assets, <i>being depreciated/amortized</i> , net	<u>45,920,928</u>	<u>29,437,483</u>	<u>-</u>	<u>75,358,411</u>
Total business-type activities capital assets, net	<u>\$ 77,143,442</u>	<u>\$37,363,039</u>	<u>\$(25,681,204)</u>	<u>\$ 88,825,278</u>
* Subscription based technology agreements				

Depreciation expense was charged to business-type activities of the Town as follows:

Business-Type Activities	
Power and Communications	\$ 1,605,889
Water	<u>948,611</u>
Total	<u>\$ 2,554,500</u>

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

4. Capital Assets (continued)

The Town implemented Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*, during the year ended December 31, 2023. The Town has two software arrangements that require recognition under GASB No. 96. The Town now recognizes a subscription-based information technology arrangements (SBITA) liability and an intangible right-to-use asset for the agreements related to a five-year enforcement mobile software subscription and a prepaid three-year budgeting software subscription. The intangible right-to-use assets in the above tables will be amortized over the term of the agreements.

5. Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2023.

	Balance at December 31, 2022	Additions	Payments	Balance at December 31, 2023	Due Within One Year
<i>Governmental activities:</i>					
Certificates of participation	\$ 2,410,000	\$ -	\$ (460,000)	\$ 1,950,000	\$ 470,000
Lease purchase agreement	3,064,057	-	(264,998)	2,799,059	277,056
Radio Equipment Lease Purchase	130,486	-	(41,933)	88,553	44,030
Premium lease purchase	99,362	-	(19,379)	79,983	17,708
Total direct placements	<u>\$ 5,703,905</u>	<u>\$ -</u>	<u>\$ (786,310)</u>	<u>\$ 4,917,595</u>	<u>\$ 808,794</u>
SBITA* liability	-	101,629	(21,465)	80,164	18,938
Environmental remediation	84,233	-	(5,499)	78,734	6,000
Compensated Absences	800,019	909,487	(914,812)	794,694	529,150
Total other long-term liabilities	<u>\$ 884,252</u>	<u>\$ 1,011,116</u>	<u>\$ (941,776)</u>	<u>\$ 953,591</u>	<u>\$ 554,088</u>
Total	<u>\$ 6,588,157</u>	<u>\$ 1,011,116</u>	<u>\$ (1,728,086)</u>	<u>\$ 5,871,186</u>	<u>\$ 1,362,882</u>

Compensated absences and postemployment benefits are expected to be liquidated primarily with revenues of the General Fund.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

Business-Type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2023.

	Balance at December 31, 2022	Additions	Payments	Balance at December 31, 2023	Due Within One Year
<i>Business-type activities:</i>					
2019A Power and Comm Rev Bonds	\$ 21,820,000	\$ -	\$ (435,000)	\$ 21,385,000	\$ 455,000
2019A Power and Comm Rev Bonds Premium	2,875,321	-	(231,303)	2,644,018	228,351
2019B Taxable Power and Comm Rev Bonds	7,050,000	-	(820,000)	6,230,000	840,000
Total bonded debt	<u>\$ 31,745,321</u>	<u>\$ -</u>	<u>\$ (1,486,303)</u>	<u>\$ 30,259,018</u>	<u>\$ 1,523,351</u>
2008A Water Loan	\$ 2,037,699	\$ -	\$ (306,506)	\$ 1,731,193	\$ 306,506
2019 Radio Equipment Lease	52,025	-	(15,499)	36,526	16,302
2020 USDA Loan	517,096	-	(13,537)	503,559	13,813
2019 Radio Equipment Lease Purchase (503)	6,232	-	(2,421)	3,811	2,533
2022 Construction Loan	54,376	710,240	-	764,616	-
Total direct placements	<u>\$ 2,667,428</u>	<u>\$ 710,240</u>	<u>\$ (337,964)</u>	<u>\$ 3,039,704</u>	<u>\$ 339,154</u>
Compensated Absences	\$ 486,816	\$ 610,169	\$ (518,120)	\$ 578,865	\$ 383,948
Total other long-term liabilities	<u>\$ 486,816</u>	<u>\$ 610,169</u>	<u>\$ (518,120)</u>	<u>\$ 578,865</u>	<u>\$ 383,948</u>
Total	<u>\$ 34,899,565</u>	<u>\$ 1,320,409</u>	<u>\$ (2,342,387)</u>	<u>\$ 33,877,587</u>	<u>\$ 2,246,453</u>

The Refunding and Improvement Power and Communications Revenue Bonds, Series 2019A were issued to advance refund the 2007 Light and Power Bond and to finance the Electric SmartGrid and Broadband projects. Principal payments are due annually on November 1 through 2039. Interest payments are due semi-annually on May 1 and November and interest rates vary from 3.0 to 5.0%.

The Power and Communications Revenue Bonds, Series 2019B, were issued to finance Power and Communications projects. Principal payments are due annually on November 1 starting in 2023 through 2029. Interest payments are due semi-annually on May 1 and November and interest rates vary from 2.362 to 2.988%. A balance of \$2,644,018 remains on the premium.

The following are considered to be events of default under these bond agreements:

- (a) Payment of the principal of any bond is not made when the same becomes due and payable;
- (b) Payment of any installment of interest on any bond is not made when the same becomes due and payable;

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

5. Long-Term Debt (continued)

(c) The Town, for any reason becomes incapable of fulfilling its obligations under the Bond Ordinance;

(d) The Town shall have failed to carry out and to perform (or in good faith to begin the performance of) all acts and things lawfully required to be carried out or to be performed by it under any contract relating to the Revenue or to the Light and Power Facilities, the Communications Facilities or otherwise, and such failure shall continue for 60 days after receipt of notice from the registered owners of 25% in aggregate principal amount of the bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy such failure and subsequently is diligently pursued by the Town to the completion of such performance, an event of default shall not be deemed to have occurred;

(e) The Town discontinues or unreasonably delays or fails to carry out with reasonable dispatch the reconstruction of any essential part of the Light and Power Facilities or the Communications Facilities which is condemned, destroyed or damaged and is not promptly repaired or replaced (whether such failure to repair the same is due to impracticality of such repair or replacement, or is due to a lack of moneys therefor, or for other reason);

(f) An order or decree is entered by a court of competent jurisdiction, with the consent or acquiescence of the Town, appointing a receiver or receivers for the Light and Power Facilities or the Communications Facilities or for the Revenue and any other moneys subject to the lien to secure the payment of the Bonds, or if any order or decree, having been entered without the consent or acquiescence of the Town is not vacated or discharged or stayed on appeal within 60 days after entry; or

(g) The Town defaults in the due and punctual performance of any other of the representations, covenants, conditions, agreements and other provisions contained in the bonds or the Bond Ordinance on its part to be performed, and if such default continues for 60 days after written notice, specifying such default and requiring the same to be remedied, is given to the Town by the registered owners of 25% in aggregate principal amount of the Bonds then outstanding; provided that if such failure cannot be cured within such 60 days and if during that period corrective action has commenced to remedy such default and subsequently is diligently pursued to the completion of such performance, an event of default shall not be deemed to have occurred.

In the event of default, the registered owners of not less than 25% in aggregate principal amount of the bonds outstanding may initiate legal proceedings to enforce their rights under the Bond Ordinance.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

The annual debt service requirements for the outstanding bonds at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,295,000	\$ 1,081,991	\$ 2,376,991
2025	1,340,000	1,039,241	2,379,241
2026	1,385,000	991,805	2,376,805
2027	1,425,000	952,503	2,377,503
2028	1,465,000	910,772	2,375,772
2029-2033	8,240,000	3,647,783	11,887,783
2034-2038	10,180,000	1,710,200	11,890,200
2039	2,285,000	91,400	2,376,400
Total	<u>\$ 27,615,000</u>	<u>\$ 10,425,695</u>	<u>\$ 38,040,695</u>

The 2008 Water Loan from the Colorado Water Resources and Power Development Authority was obtained to finance a membrane filter and increase capacity at the Mary's Lake Water Treatment Plant. Principal and Interest payments are due semi-annually on February 1 and August 1 through 2028. Interest accrues at 3.26% per annum.

The following are considered to be events of default under the loan agreement:

- (a) failure by the Town to pay or cause to be paid any amounts required to be paid when due, which failure shall continue for a period of ten days;
- (b) failure by the Town to make or cause to be made any required payments of principal of redemption premium if any and interest on any bonds notes or other obligations for borrowed money, after giving effect to the applicable grace period, the payments of which are secured by pledged property;
- (c) failure by the Town to pay or cause to be paid the Administrative Fee or any portion thereof when due or to observe and perform any duty covenant obligation or agreement on its part to be observed or performed under the loan agreement and other than a failure to comply with the provisions of the loan agreement, which failure shall continue for a period of thirty days after written notice specifying such failure and requesting that it be remedied is given to the Town by the Trustee;
- (d) a petition is filed by or against the Town under any federal or state bankruptcy or insolvency law or other similar law in effect on the date of the loan agreement or thereafter enacted unless in the case of any such petition filed against the Town such petition shall be dismissed within thirty days after such filing and such dismissal shall be final and not subject to appeal or the Town shall become insolvent or bankrupt or make an assignment for the benefit of its creditors or a custodian including without limitation a receiver liquidator or trustee of the Town or any of its property shall be appointed by court order to take possession of the Town or its property or assets if such order remains in effect or such possession continues for more than thirty days.
- (e) In the event of default, the lender may initiate legal proceedings to enforce their rights under the loan agreement. All income derived from the operations of the water facilities must be sufficient to pay a) all Operating Expenses during the fiscal year; and b) 110% of the debt service due during the fiscal year.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

During the year ended December 31, 2023, revenues of \$6,509,364 were available to pay 110% of annual debt service of \$443,643 and operating expenses of \$5,476,942.

Annual debt service requirements for the outstanding Water Loan at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 306,506	\$ 89,309	\$ 395,815
2025	329,211	70,791	400,002
2026	346,239	55,301	401,540
2027	363,267	39,613	402,880
2028	385,970	17,234	403,204
Total	<u>\$ 1,731,193</u>	<u>\$ 272,247</u>	<u>\$ 2,003,441</u>

Effective January 1, 2019, the Town entered into a lease purchase obligation in the amount of \$419,293 for the lease of radio equipment. The lease requires annual principal and interest payments of \$69,348, with interest at 5.030%.

The following are events of default under this agreement: (i) failure to make any lease payment (or any other payment) as it becomes due in accordance with the terms of the lease when funds have been appropriated sufficient for such purpose, and any such failure continues for ten (10) days after the due date thereof; (ii) failure to perform or observe any other covenant, condition, or agreement to be performed or observed by it hereunder and such failure is not cured within twenty (20) days after written notice thereof by the lessor; (iii) the discovery by lessor that any statement, representation, or warranty made by the Town in the lease or in writing delivered by lessee is false, misleading or erroneous in any material respect; (iv) proceedings under any bankruptcy, insolvency, reorganization or similar legislation shall be instituted against or by the lessee, or a receiver or similar officer shall be appointed for lessee or any of its property, and such proceedings or appointments shall not be vacated, or fully stayed, within twenty (20) days after the institution or occurrence thereof; or (v) an attachment, levy or execution is threatened or levied upon or against the equipment.

In the event of default, the lessor may, at its option: (i) declare all amounts due under the lease; (ii) request the Town to discontinue use of the equipment; (iii) sell or lease the equipment; (iv) request the return of the equipment to the lessor; or (v) exercise any other right available under law.

Annual debt service requirements for the outstanding lease obligation at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 62,864	\$ 6,484	\$ 69,348
2025	66,027	2,531	68,558
Total	<u>\$ 128,891</u>	<u>\$ 9,015</u>	<u>\$ 137,906</u>

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

On May 30, 2013, the Town issued Certificates of Participation, Series 2013, in the amount of \$6,075,000, for the purpose of financing construction of a multi-purpose events center and new stall barns at the Stanley Park Fairgrounds complex. The certificates are subject to mandatory sinking fund redemption prior to maturity of December 1, 2027. Payments of principal are due annually on December 1, through 2027. Interest accrues at a rate of 2.430% and is payable semiannually on June 1 and December 1.

The following are events of default under this agreement:

- (i) failure by the Town to pay any amounts due during the term of the agreement within five days following the due date;
- (ii) failure by the Town to vacate the underlying property by the specified date in an event of Nonappropriation;
- (iii) any sublease, assignment, encumbrance, conveyance or other transfer of the interest of the Town in all or any portion of the underlying property, in violation of terms of the agreement
- (iv) failure by the Town to observe and perform any covenant, condition or agreement on its part to be observed or performed, other than as excluded by the agreement, for a period of 30 days after written notice; or
- (v) the Town files a petition or application seeking reorganization or protection under federal bankruptcy law or for other debtor relief under the laws of the State or a receiver is appointed for all or any material portion of the Town's assets or revenues or the Town is the subject of such a petition or application which is not contested by the Town or otherwise dismissed, vacated, discharged or stayed within 60 days.

In the event of default, the trustee has the right to terminate the agreement, request the Town to vacate the underlying property and sell or assign its interest in the agreement. They may also recover any unpaid amounts and take any additional action allowed by law.

Annual debt service requirements for the outstanding Certificates of Participation at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 470,000	\$ 47,385	\$ 517,385
2025	480,000	35,964	515,964
2026	495,000	24,300	519,300
2027	505,000	12,272	517,272
Total	<u>\$ 1,950,000</u>	<u>\$ 119,921</u>	<u>\$ 2,069,921</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

5. Long-Term Debt (continued)

On January 1, 2017, the Town entered into a Lease Purchase Agreement commencing on January 23, 2017 and terminating on January 1, 2032, with Saulsbury Hill Financial, LLC. Under the agreement, Saulsbury Hill Financial, LLC will lease real property, including improvements, fixtures and equipment from the Town and provide funds in the aggregate amount of the principal rental payments. Saulsbury Hill Financial, LLC will also lease its interest in the property to the Town for rental payments until termination of the agreement. Upon execution of the Lease Purchase Agreement, \$4,497,093 was deposited into a project fund and was fully disbursed at December 31, 2023. The total principal balance on the lease is \$3,559,951 at an annual interest rate of 4.5%. A balance of \$79,983 remains on the premium. Rental payments are to be made by the Town, semi-annually, in the amount of \$199,966. The Town has the option to purchase on any rental payment date beginning January 1, 2022, with payment in full of the rental payments plus the applicable purchase price. The Town may exercise its option to purchase at any time in the event of substantial damage or destruction to the leased property, upon payment in full of rental payments, plus the purchase price.

The following are events of default under this agreement:

- (i) Failure by the Town to make any payments required to be paid at the time specified;
- (ii) Failure by the Town to observe and perform any covenant, condition or agreement under the agreement on its part to be observed or performed, other than as referred to in the agreement;
- (iii) Any statement, representation or warranty made by Town in or pursuant to the agreement or any instrument or certificate related thereto or to the project shall be incorrect, untrue or misleading in any material respect;
- (iv) Any provision of the agreement shall at any time for any reason cease to be valid and binding on the Town, or shall be declared to be null and void, or the validity or enforceability thereof shall be contested by the Town or any governmental agency or authority if the loss of such provision would materially adversely affect the rights or security of the Town, or the Town denies that it has any further liability or obligation under this agreement; or

The filing by the Town of a voluntary petition in bankruptcy, or failure by the Town to promptly lift any execution, garnishment or attachment of such consequence as would impair the ability of the Town to carry on its essential functions, or adjudication of the Town as a bankrupt, or assignment for the benefit of creditors, or the entry into an agreement of composition with creditors, or the approval by a court of competent jurisdiction of a petition applicable to the Town in any proceedings instituted under the provisions of any applicable federal bankruptcy law.

In the event of default, the trustee has the right to terminate the agreement, request the Town to vacate the underlying property and sell or assign its interest in the agreement. They may also recover any unpaid amounts and take any additional action allowed by law.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

Annual debt service requirements for the outstanding Lease Purchase Agreement at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 277,056	\$ 122,876	\$ 399,932
2025	289,664	110,268	399,932
2026	302,846	97,086	399,932
2027	316,627	83,305	399,932
2028	331,036	68,896	399,932
2029-2032	<u>1,281,831</u>	<u>117,931</u>	<u>1,399,762</u>
Total	<u>\$ 2,799,059</u>	<u>\$ 600,362</u>	<u>\$ 3,399,422</u>

On July 15, 2020, the Town entered into a loan agreement with the U.S. Department of Agriculture (USDA) in the amount of \$658,000, to fund a water project that was completed in 2020. The note bears interest at a rate of 2.25% per annum and requires monthly payments of principal and interest in the amount \$2,086, through July 2050.

In the event that the Town does not comply with the terms of the USDA loan, the non-compliance would be addressed under the provisions of 7 CFR 1782 and other applicable regulations, statutes and policies.

Annual debt service requirements for the USDA loan at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 13,813	\$ 11,185	\$ 24,998
2025	14,162	10,870	25,032
2026	14,484	10,548	25,032
2027	14,784	10,248	25,032
2028	15,149	9,883	25,032
2029-2033	81,044	44,116	125,160
2034-2038	90,688	34,472	125,160
2039-2043	101,469	23,691	125,160
2044-2048	113,563	11,597	125,160
2049-2050	<u>44,404</u>	<u>947</u>	<u>45,351</u>
Total	<u>\$ 503,559</u>	<u>\$ 167,558</u>	<u>\$ 671,117</u>

On October 11, 2022, the Town entered into a construction loan agreement with a commercial lender in the amount drawn on the loan, up to \$4,493,000, to fund the upgrade and rebuild of a water distribution system. Upon completion of the project, the USDA has agreed to provide a permanent loan to replace the current loan, for an amount up to \$4,493,000. The note bears interest at a variable rate, which is initially set at the Daily Simple Secured Overnight Financing Rate, with semi-annual interest payments due on February 1 and August 1 of each year, beginning February 1, 2023. The note matures on August 1, 2025. The construction loan carries a balance of \$764,616 as of December 31, 2023.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

5. Long-Term Debt (continued)

Events of default on the loan include events of non-payment of interest and principal, bankruptcy or nonperformance of other covenants, conditions, agreements and provisions of the note. In the event of default, the lender may proceed under the law to enforce or compel performance of the terms of the note.

In prior years, the Town was identified as a responsible party in the mitigation of ground water and drainage issues at the Elm Road Landfill. The Town has received a mandated request from the State of Colorado to submit a drainage plan to address the issues. During 2014, the Town contracted with Steward Environmental Consultants, LLC regarding the identified drainage issues and the Town's estimated liability. The Town's estimate was based on a drainage plan of the area and cost estimates for completing the site-specific controls necessary. During 2023, the Town made payments in the amount of \$5,499 for monitoring costs. As of December 31, 2023, the Town's estimated liability is \$78,734 which represents estimated monitoring costs for two fiscal years. This amount has been reported as a long-term liability in the government-wide financial statements.

In November 2022, the Town entered into a subscription-based information technology arrangement for enforcement mobile ticketing software, which allows the right-to-use software over the term of the agreement. The Town is required to make monthly minimum contractual payments totaling \$1,838. The Town used an estimate of its incremental borrowing rate to determine the subscription discount rate.

The subscription term is 60 months and matures October 31, 2027. The weighted average remaining subscription term is 3.84 years, and the weighted average rate is 4.27%. Annual debt service requirements for the subscription liability at December 31, 2023 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 18,937	\$ 3,123	\$ 22,060
2025	19,759	2,301	22,060
2026	20,617	1,443	22,060
2027	20,851	521	21,372
Total	<u>\$ 80,164</u>	<u>\$ 7,388</u>	<u>\$ 87,551</u>

6. Interfund Transfers

Interfund transfers for the year ended December 31, 2023, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Power and Communications Fund	\$ 1,354,932
General Fund	Water Fund	141,876
Community Reinvestment Fund	General Fund	5,372,751
General Fund	Parking Services Fund	190,000
		<u>\$ 7,059,559</u>

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

6. Interfund Transfers (continued)

Annually, the Power and Communications and Water Funds subsidizes the General Fund out of surplus revenues. The transfer from the General Fund to the Community Reinvestment fund was to move capital project dollars to the capital project fund.

7. Notes Receivable

Following is a summary of notes receivable activity for the business-type activities for the year ended December 31, 2023.

	Balance at December 31, 2022	Additions	Payments	Balance at December 31, 2023	Due Within One Year
<i>Business-type activities:</i>					
Notes receivable	\$ 1,217,858	\$ -	\$ (109,401)	\$ 1,108,457	\$ 129,226
Total	<u>\$ 1,217,858</u>	<u>\$ -</u>	<u>\$ (109,401)</u>	<u>\$ 1,108,457</u>	<u>\$ 129,226</u>

In February 2019, the Town entered into an agreement with a business to access to the Town's water system which required payment of system development fees. The agreement totaled \$206,050, with a \$26,050 up front payment, with the remaining \$180,000 to be repaid in annual installments totaling \$20,000 per year, plus accrued interest at a rate of 4.0% annually until February 2028. The balance outstanding on this agreement as of December 31, 2023 totaled \$100,000.

In August 2020, the Town entered into an agreement with a business to expand access to the Town's water system which required additional system development fees. The agreement totaled \$237,414, with a \$35,551 credit provided for existing water service, \$14,000 assistance from the Town credited to the agreement, and the remaining \$187,863 to be repaid in annual installments totaling \$21,744 per year beginning in August 2024, plus accrued interest at a rate of 1.75% annually until August 2033. No payments are required from August 2020 to August 2023; however, interest accrues on the balance each year. The balance outstanding on this agreement as of December 31, 2023 totaled \$191,012.

In November 2021, the Town entered into a treated water service agreement with a business which required payment of system development fees. The agreement was effective January 1, 2022 and totaled \$1,007,438, with a \$100,743 up front payment, and the remaining balance to be repaid in annual installments totaling \$116,450 until 2031. Interest accrues annually at 3.0%. The balance outstanding on this agreement as of December 31, 2023 totaled \$817,445.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

8. Risk Management

Public Entity Risk Pool

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to State statute.

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverage and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property, which might result in claims being made against members of CIRSA, their employees and officers.

It is the intent of the members of CIRSA to create an entity in perpetuity, which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity and the Town does not approve its budgets nor does it have the ability to significantly affect the operations of CIRSA. Claims have not exceeded insurance coverage for the previous three years.

9. Defined Benefit Pension Plan

Plan description - Eligible employees of the Town are provided with pensions through the Local Government Division Trust Fund, a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided - PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007.

Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

Contribution Provisions as of December 31, 2023 -Eligible employees and the Town are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, et seq. and § 24-51-413. Employee contribution rates for the period of January 1, 2023 through December 31, 2023 are summarized in the table below:

	January 1, 2023 Through June 30, 2023	July 1, 2023 Through December 31, 2023
Employee contribution	9.00%	9.00%

**Contribution rates for the LGDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

9. Defined Benefit Pension Plan (continued)

The employer contribution requirements for all employees are summarized in the table below:

	January 1, 2023 Through June 30, 2023	July 1, 2023 Through December 31, 2023
Employer contribution rate	11.00%	11.00%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)	(1.02%)
Amount apportioned to the LGDTF	9.98%	9.98%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	2.20%	2.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	1.50%	1.50%
Defined Contribution Supplement as specified in C.R.S. § 24-51-415	0.06%	0.06%
Total employer contribution rate to the LGDTF	13.74%	13.74%

* Rates are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town were \$1,487,116 for the year ended December 31, 2023.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town and the discretely presented component units for the year ended December 31, 2023 were as follows:

Contributions	
Primary Government	
Governmental Activities	\$ 759,172
Power and Communications Fund	507,404
Water Fund	202,540
Total primary government	\$ 1,487,116
Discretely Presented Component Units	\$ 125,278

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2023, the Town and the discretely presented component units reported a net pension liability as follows:

Net Pension Liability	
Primary Government	
Governmental Activities	\$ 5,863,302
Power and Communications Fund	4,082,327
Water Fund	1,748,236
Total primary government	\$ 11,693,864
Discretely Presented Component Units	\$ 1,569,763

The net pension liability for the LGDTF was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll- forward the total pension liability to December 31, 2022. The Town's proportion of the net pension liability was based on The Town contributions to the LGDTF for the calendar year 2022 relative to the total contributions of participating employers to the LGDTF. For the plan year end, the proportionate share of the net pension liability is as follows:

	December 31, 2023	December 31, 2022	Change
Primary Government			
Governmental Activities	0.585%	0.624%	(0.039)%
Power and Communications Fund	0.407%	0.407%	0.000%
Water Fund	0.174%	0.181%	(0.007)%
Total primary government	1.166%	1.212%	0.015%

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

For the year ended December 31, 2023, the Town and the discretely presented component units reported pension expense as follows:

	Pension Expense
Primary Government	
Governmental Activities	\$ 480,212
Power and Communications Fund	320,957
Water Fund	139,501
<u>Total primary government</u>	<u>\$ 940,670</u>
Component Unit – Visit Estes Park	\$ 105,183
Component Unit – EPHA	<u>\$ 31,374</u>

At December 31, 2023, the Town and the discretely presented component units reported deferred outflows of resources from the following:

<u>Primary Government</u>	<u>Governmental Activities</u>	<u>Power and Communications Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 2,437,123	\$ 1,628,886	\$ 707,983	\$ 4,773,992
Town contributions subsequent to measurement date	759,172	507,404	220,540	1,487,116
<u>Total deferred outflows of resources</u>	<u>\$ 3,196,295</u>	<u>\$ 2,136,290</u>	<u>\$ 928,523</u>	<u>\$ 6,261,108</u>
	<u>Visit Estes Park</u>	<u>Estes Park Housing Authority</u>		
Deferred outflows of resources:				
Differences between projected and actual earnings on pension plan investments	\$ 449,251	\$ 191,602		
Changes in proportion and differences between contributions and proportionate share of contributions	23,387	-		
Contributions subsequent to measurement date	125,278	-		
<u>Total deferred outflows of resources</u>	<u>\$ 597,916</u>	<u>\$ 191,602</u>		

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

At December 31, 2023, the Town and its discretely presented component units reported deferred inflows of resources from the following sources:

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred inflows of resources:				
Changes in proportion and differences between contributions and proportionate share of contributions	\$ 70,356	\$ 48,985	\$ 20,978	\$ 140,319
Differences between expected and actual experience	29,230	20,351	8,716	58,297
Total deferred inflows of resources	<u>\$ 99,586</u>	<u>\$ 69,336</u>	<u>\$ 29,694</u>	<u>\$ 198,616</u>

Component unit	Visit Estes Park	Estes Park Housing Authority
Deferred inflows of resources:		
Differences between expected and actual experience	\$ 5,486	\$ 2,340
Total deferred inflows of resources	<u>\$ 5,486</u>	<u>\$ 2,340</u>

The amounts above reported in governmental activities, Power and Communications Fund, the Water Fund and the discretely presented component units deferred outflow of resources related to pensions, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2024. Within the governmental funds, the general fund is typically used to liquidate pension liabilities. Other amounts related to pensions will be recognized in pension expense as follows:

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
2024	\$ (329,933)	\$ (220,124)	\$ (95,738)	\$ (645,795)
2025	345,581	230,564	100,278	676,423
2026	892,793	595,651	259,064	1,747,507
2027	1,429,096	953,460	414,685	2,797,241
Total	<u>\$ 2,337,537</u>	<u>\$ 1,559,551</u>	<u>\$ 678,290</u>	<u>\$ 4,575,377</u>

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

Component Unit	Visit Estes Park	Estes Park Housing Authority
2024	\$ (31,753)	\$ 29,387
2025	71,226	31,395
2026	164,447	87,666
2027	263,232	40,814
Total	<u>\$ 467,152</u>	<u>\$ 189,262</u>

Actuarial Assumptions - The TPL in the December 31, 2021, actuarial valuation was determined using the following actuarial cost method, actuarial assumptions, and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.30%
Real Wage Growth	0.70%
Wage Inflation	3.00%
Salary Increases, Including Wage Inflation	3.20 – 11.30%
Long-Term Investment Rate of Return, Net of Pension Plan Investment Expenses, Including Price Inflation	7.25%
Discount Rate	7.25%
PERA Benefit Structure Hire Prior to January 1, 2007 and DPS Benefit Structure (Automatic)	1.00%
PERA Benefit Structure Hire After December 31, 2006 (Ad Hoc, Substantively Automatic)	Finance by the Annual Increase Reserve

Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

The TPL for the LGDTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, as allowable under C.R.S. § 24-51-313, of Tri-County Health Department (Tri-County Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

The mortality tables described below are generational mortality tables developed on a benefit-weighted basis.

Pre-retirement mortality assumptions for members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97% of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

The actuarial assumptions used in the December 31, 2021, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation, and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30-Year Expected Geometric Real Rate of Return</u>
Global Equity	54.00%	5.60%
Fixed Income	23.00	1.30
Private Equity	8.50	7.10
Real Estate	8.50	4.40
Alternatives	<u>6.00</u>	4.70
Total	<u>100.00</u>	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Discount Rate- The discount rate used to measure the TPL was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the required adjustments resulting from the 2018 AAP assessment, and the additional 0.50% resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

9. Defined Benefit Pension Plan (continued)

- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the LGDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Town's proportionate share of the net pension liability to changes in the discount rate- The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 19,631,055	\$ 11,693,864	\$ 5,049,122
Component units:			
Visit Estes Park	\$ 1,847,356	\$ 1,100,436	\$ 475,141
Estes Park Housing Authority	\$ 787,882	\$ 469,327	\$ 202,644

Pension plan fiduciary net position. Detailed information about the LGDTF's fiduciary net position is available in PERA's annual comprehensive financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

10. Defined Contribution Plan

Management Employees and Police Money Purchase Pension Plans

The Town contributes to a single employer defined contribution money purchase pension plan on behalf of management employees and to a similar plan for police officers. The contribution requirements of Plan participants and the Town are established and may be amended by the Town's Board of Trustees.

Management Employees Plan - Management employees are eligible to participate in the Plan. The Plan is administered by the International Town/County Management Association (ICMA). The Town is required to contribute 13.7% of each participant's covered salary to the Plan, and employees must contribute 8% of covered salary. During the year ended December 31, 2023, the Town and employee contributions were \$94,175 and \$57,428, respectively, equal to the required contributions.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

10. Defined Contribution Plan (continued)

Police Plan - All sworn police employees shall be eligible to participate in the Plan administered by ICMA. The Town is required to contribute 13.7% of each participating employee's covered salary, and each employee must contribute 8% of covered salary. During the year ended December 31, 2023, the Town and employee contributions were \$383,490 and \$233,856, respectively equal to the required contributions.

11. Post-Employment Healthcare Benefits

OPEB Liabilities, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2023, the Town and its discretely presented component units reported the following amounts related to other post-employment retirement benefits. These plans are described in further detail in the following notes.

	Net OPEB Liability			Deferred Outflows of Resources			Deferred Inflows of Resources		
	HCTF	RMIP	Total	HCTF	RMIP	Total	HCTF	RMIP	Total
Primary Government									
Governmental Activities	\$385,683	\$277,490	\$ 663,173	\$ 101,263	\$ 56,386	\$ 157,649	\$ 135,838	\$ 59,011	\$ 194,849
Power and Communications Fund	257,777	126,686	384,463	67,681	18,976	86,657	90,789	26,941	117,730
Water Fund	112,042	57,845	169,887	29,413	8,665	38,078	39,460	12,301	51,761
Total primary government	\$755,502	\$ 462,021	\$1,217,523	\$ 198,357	\$ 84,027	\$ 282,384	\$ 266,087	\$ 98,253	\$ 364,340
Component Units									
Visit Estes Park	\$ 72,382	\$ -	\$ 72,382	\$ 37,863	\$ -	\$ 37,863	\$ 25,493	\$ -	\$ 25,493
Estes Park Housing Authority	\$ 30,828	\$ -	\$ 30,828	\$ 2,382	\$ -	\$ 2,382	\$ 10,858	\$ -	\$ 10,858

Multiple-Employer Defined Benefit Plan

Plan Description - The Town of Estes Park participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

Benefits provided. The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF).

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure. The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51- 1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part Sand the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions. Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Town were \$106,516 for the year ended December 31, 2023.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2023, the Town and its discretely presented component units reported a net OPEB liability as follows:

	Net OPEB Liability
Primary Government	
Governmental Activities	\$ 385,683
Power and Communications Fund	257,777
Water Fund	112,042
Total primary government	\$ 755,502
Component Unit – Visit Estes Park	\$ 72,382
Component Unit – EPHA	\$ 30,828

The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2022. The Town's proportion of the net OPEB liability was based on the Town's contributions to the HCTF for the calendar year 2022 relative to the total contributions of participating employers to the HCTF.

At December 31, 2022, the Town's proportion was 0.0925 percent, which was a decrease of 0.0004 percent from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the Town recognized OPEB expense of \$12,829. Visit Estes Park recognized OPEB expense of \$7,519, and EPHA recognized an OPEB benefit of \$5,222. At December 31, 2023, the Town and its discretely presented component units reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred outflows of resources:				
Changes in proportion and differences between Town contributions and proportionate share of contributions	\$ 17,081	\$ 11,416	\$ 4,962	\$ 33,459
Differences between expected and actual experience	50	33	15	98
Changes in assumptions or other inputs	6,198	4,143	1,801	12,142
Differences between projected and actual earnings on plan investments	23,557	15,746	6,839	46,142
Town contributions subsequent to measurement date	54,377	36,343	15,796	106,516
Total deferred outflows of resources	<u>\$ 101,263</u>	<u>\$ 67,681</u>	<u>\$ 29,413</u>	<u>\$ 198,357</u>

Component unit	Visit Estes Park	Estes Park Housing Authority
Deferred outflows of resources:		
Changes in proportion and differences between contributions and proportionate share of contributions	\$ 22,970	\$ -
Differences between expected and actual experience	9	4
Changes in assumptions or other inputs	1,163	495
Net differences between projected and actual earnings on plan investments	4,421	1,883
Contributions subsequent to measurement date	9,300	-
Total deferred outflows of resources	<u>\$ 37,863</u>	<u>\$ 2,382</u>

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
Deferred inflows of resources:				
Changes in assumptions or other inputs	42,567	28,450	12,365	83,382
Differences between expected and actual experience	93,271	62,339	27,095	182,705
Total deferred inflows of resources	<u>\$ 135,838</u>	<u>\$ 90,789</u>	<u>\$ 39,460</u>	<u>\$ 266,087</u>

Component unit	Visit Estes Park	Estes Park Housing Authority
Deferred inflows of resources:		
Changes in assumptions or other inputs	7,989	3,403
Differences between expected and actual experience	17,504	7,455
Total deferred inflows of resources	<u>\$ 25,493</u>	<u>\$ 10,858</u>

The \$106,516 in contribution reported in governmental activities, Power and Communications Fund, the Water Fund and Visit Estes Park as deferred outflow of resources related to OPEB, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2024. Within governmental activities, the general fund is typically used to liquidate OPEB liabilities.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Primary Government	Governmental Activities	Power and Communications Fund	Water Fund	Total
2024	\$ (32,852)	\$ (21,957)	\$ (9,543)	\$ (64,353)
2025	\$ (31,266)	\$ (20,897)	\$ (9,083)	(61,246)
2026	\$ (12,837)	\$ (8,580)	\$ (3,729)	(25,147)
2027	\$ 243	\$ 162	\$ 71	476
2028	\$ (9,862)	\$ (6,591)	\$ (2,865)	(19,319)
Thereafter	\$ (2,376)	\$ (1,588)	\$ (690)	(4,655)
Total	<u>\$ (88,952)</u>	<u>\$ (59,452)</u>	<u>\$ (25,840)</u>	<u>\$ (174,243)</u>

Component Unit	Visit Estes Park	Estes Park Housing Authority
2024	\$ 1,416	\$ (1,979)
2025	2,565	(1,823)
2026	(1,944)	(2,027)
2027	1,367	(1,885)
2028	(275)	(715)
Thereafter	(59)	(47)
Total	<u>\$ 3,070</u>	<u>\$ (8,476)</u>

Actuarial assumptions. The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.20 – 11.30 percent
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	6.50 percent in 2026, gradually decreasing to 4.50 percent in 2030.
	3.75 percent in 2022,
Medicare Part A premiums	gradually rising to 4.50 percent in 2029

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

The TOL for the HCTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under C.R.S. § 24-51-313, of Tri-County Health Department (TriCounty Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.

Beginning January 1, 2022, the per capita health care costs are developed by plan option; based on 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-69	3.0%	1.5%
70	2.9%	1.6%
71	1.6%	1.4%
72	1.4%	1.5%
73	1.5%	1.6%
74	1.5%	1.5%
75	1.5%	1.4%
76	1.5%	1.5%
77	1.5%	1.5%
78	1.5%	1.6%
79	1.5%	1.5%
80	1.4%	1.5%
81 and older	0.0%	0.0%

Sample Age	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$1,704	\$1,450	\$583	\$496	\$1,923	\$1,634
70	\$1,976	\$1,561	\$676	\$534	\$2,229	\$1,761
75	\$2,128	\$1,681	\$728	\$575	\$2,401	\$1,896

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,514	\$5,542	\$4,227	\$3,596	\$6,752	\$5,739
70	\$7,553	\$5,966	\$4,901	\$3,872	\$7,826	\$6,185
75	\$8,134	\$6,425	\$5,278	\$4,169	\$8,433	\$6,657

The 2022 Medicare Part A premium is \$499 (actual dollars) per month. All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2020, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Year	PERACare Medicare Plans	Medicare Part A Premiums
2022	6.50%	3.75%
2023	6.25%	4.00%
2024	6.00%	4.00%
2025	5.75%	4.00%
2026	5.50%	4.25%
2027	5.25%	4.25%
2028	5.00%	4.25%
2029	4.75%	4.50%
2030+	4.50%	4.50%

Mortality assumptions used in the December 31, 2021, valuation for the State Division, School Division, Local Government Division, and Judicial Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the December 31, 2020, valuation for the Trust Fund, but developed on a headcount-weighted basis. Affiliated employers of these Division Trust Funds participate in the Trust Fund.

Pre-retirement mortality assumptions for the State and Local Government Divisions (members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Health care cost trend rates for the PERA benefit structure are based on published annual The following health care costs assumptions were updated and used in the roll-forward calculation for the HCTF:

- Per capita health care costs in effect as of the December 31, 2021, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 2022 plan year.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

- The December 31, 2021, valuation utilizes premium information as of January 1, 2022, as the initial per capita health care cost. As of that date, PERACare health benefits administration is performed by UnitedHealthcare. In that transition, the costs for the Medicare Advantage Option #2 decreased to a level that is lower than the maximum possible service-related subsidy as described in the plan provisions.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums. Medicare Part A premiums continued with the prior valuation trend pattern.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by the Board's actuary, as discussed above.

Effective for the December 31, 2022, measurement date, the timing of the retirement decrement was adjusted to middle-of-year within the valuation programming used to determine the TOL, reflecting a recommendation from the 2022 actuarial audit report, dated October 14, 2022, summarizing the results of the actuarial audit performed on the December 31, 2021, actuarial valuation.

The actuarial assumptions used in the December 31, 2021, valuations were based on the 2020 experience analysis, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
PERACare Medicare trend rate	5.25%	4.50%	5.50%
Ultimate PERACare Medicare	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	3.00%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Town's Net OPEB liability	\$ 734,116	\$ 755,502	\$ 778,768
Component unit net OPEB liability	\$ 70,333	\$ 72,382	\$ 74,611

¹For the January 1, 2023, plan year.

Discount rate. The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2022, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the Trust Fund representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current	1% Increase (8.25%)
Primary government	\$ 875,849	\$ 755,502	\$ 652,564
Component unit			
Visit Estes Park	\$ 81,912	\$ 72,382	\$ 62,520
Estes Park Housing Authority	\$ 35,738	\$ 30,828	\$ 26,627

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

OPEB plan fiduciary net position. Detailed information about the HCTF's fiduciary net position is available in PERA's annual comprehensive financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Single-Employer Defined Benefit Plan

Plan Description - The Town has established the Retiree Medical Insurance Plan (the "RMIP"), single-employer defined benefit OPEB plan which provides benefits to employees with at least 15 years of service with the Town, and who have reached at least 60 years of age. These benefits expire when the retiree reaches the age of 65. The authority to establish and amend benefit provisions rests with the Town's Board of Trustees. The Town does not issue a stand-alone financial report for the plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided. The Town of Estes Park, through the RMIP, pays 90% of the premium for single coverage only. Spouses are not eligible for coverage under the plan.

Employees covered by benefit terms. At January 1, 2022 the following employees were covered by the benefit terms:

Active employees	69
Retired members	1
Total	70

Total OPEB Liability

The Town's total OPEB liability of \$462,021 was measured as of December 31, 2022 was determined by an actuarial valuation as of January 1, 2022.

Actuarial assumptions and other inputs. The total OPEB liability in the January 1, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry Age Normal
Price inflation	2.30 percent
Salary increases, including wage inflation	3.00 percent
Discount rate	3.72 percent

The discount rate was based on the Bond Buyers General Obligation 20-Bond Municipal Bond Index.

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

Mortality rates were based on the following:

- Pre-retirement: Sex-distinct Pub-2010 General Employee Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2021 from the 2010 base year, and projected forward using MP-2021 on a generational basis.
- Post-retirement: Sex-distinct Pub-2010 General Healthy Retiree Mortality Tables adjusted to reflect Mortality Improvement Scale MP-2021 from the 2010 base year, and projected forward using MP-2021 on a generational basis.

The actuarial assumptions used in the January 1, 2022 valuation were based on a prior study on retirement used by a pension plan covering a population similar to that of the Town's current active employees. Actual experience is annually compared to that expected to ensure the assumed retirement rates continue to be reasonable.

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at December 31, 2022	\$ 509,398
Changes for the year:	
Service cost	21,601
Interest on total OPEB liability	10,664
Effect of assumptions changes or inputs	(52,850)
Benefit payments	(26,792)
Balance at December 31, 2023	<u>\$ 462,021</u>

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the Town, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1- percentage-point higher than the current discount rate:

	1% Decrease (2.72%)	Current	1% Increase (4.72%)
Primary government	\$ 492,861	\$ 462,021	\$ 434,012

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

	<u>1%</u> <u>Decrease</u>	<u>Current</u> <u>Trend Rate</u>	<u>1%</u> <u>Increase</u>
Primary government	\$ 423,797	\$ 462,021	\$ 506,326

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the Town recognized OPEB expense of \$41,709. At December 31, 2023, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Primary Government</u>	<u>Governmental</u> <u>Activities</u>	<u>Power and</u> <u>Communications</u> <u>Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred outflows of resources:				
Differences between expected and actual experience	\$ 14,885	\$ 6,795	\$ 3,103	\$ 24,783
Changes of assumptions	26,680	12,181	5,562	44,423
Town contributions subsequent to measurement date	14,821	-	-	14,821
Total deferred outflows of resources	<u>\$ 56,386</u>	<u>\$ 18,976</u>	<u>\$ 8,665</u>	<u>\$ 84,027</u>
<u>Primary Government</u>	<u>Governmental</u> <u>Activities</u>	<u>Power and</u> <u>Communications</u> <u>Fund</u>	<u>Water Fund</u>	<u>Total</u>
Deferred inflows of resources:				
Changes of assumptions	\$ 59,011	\$ 26,941	\$ 12,301	\$ 98,253
Total deferred inflows of resources	<u>\$ 59,011</u>	<u>\$ 26,941</u>	<u>\$ 12,301</u>	<u>\$ 98,253</u>

The above amounts reported in governmental activities, Power and Communications Fund and the Water Fund for the primary government as deferred outflow of resources related to OPEB, resulting from contributions made subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Town of Estes Park

Notes to Financial Statements (continued)

December 31, 2023

11. Post-Employment Healthcare Benefits (continued)

<u>Primary Government</u>	<u>Amortization</u>
2024	\$ (5,377)
2025	(5,377)
2026	(5,377)
2027	(6,686)
2028	(2,703)
Thereafter	(3,527)
Total	<u>\$ (29,047)</u>

12. Self-Funded Health Insurance

Effective January 1, 2012, the Town established a self-insurance plan related to medical insurance for Town employees. The Town administers the plan; however, the Town utilizes a third-party service provider in the administration of the plan. Excess insurance coverage is maintained for claims greater than \$60,000 to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The estimated claim liability of \$569,679 as of December 31, 2023, represents an estimate of incurred but not reported claims. This plan is an internal service fund.

13. Commitments and Contingencies

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending limitations, and other specific requirements of state and local government. In November 2000, voters within the Town authorized the Town to collect and retain all revenue in excess of the revenue limitations of the Amendment, and to spend all such revenues by transferring said revenues into the Community Reinvestment Fund for the purpose of acquisition, maintenance, repair and replacement of capital assets.

In November 2008, voters within Visit Estes Park authorized Visit Estes Park to levy a 2% marketing and promotion tax, and to collect, keep and spend all revenues received in 2009 and each year thereafter without limitation. In 2022, voters approved Ballot measure 6E allowing for an additional 3.5% tax to be levied, in support of workforce housing and childcare initiatives. Most of these funds are passed through to the Town of Estes Park.

The Town and Visit Estes Park have established emergency reserves, representing 3% of qualifying revenues, as required by the Amendment. At December 31, 2023, the emergency reserves of \$801,841 and \$130,784 respectively, were reported as restricted net position. In addition, the Town's emergency reserve was reported as restricted fund balance in the General Fund.

Town of Estes Park
Notes to Financial Statements (continued)
December 31, 2023

13. Commitments and Contingencies (continued)

Claims and Judgements

The Town is involved in various threatened and pending litigation. The outcome of this litigation cannot to be determined at this time.

The Town participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government.

At December 31, 2023, significant amounts of grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

Town of Estes Park, Colorado

Required Supplementary Information

Town of Estes Park, Colorado
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes				
Sales taxes	\$ 18,916,822	\$ 18,916,822	\$ 18,309,714	\$ (607,108)
Property taxes	511,500	511,500	488,849	(22,651)
Franchise taxes	586,354	586,354	651,095	64,741
Use taxes	335,000	335,000	426,657	91,657
Total Taxes	<u>20,349,676</u>	<u>20,349,676</u>	<u>19,876,315</u>	<u>(473,361)</u>
Licenses and Permits	887,900	887,900	851,567	(36,333)
Intergovernmental	453,848	631,915	555,679	(76,236)
Charges for services	877,243	1,048,013	1,113,807	65,794
Fines and forfeitures	32,000	32,000	26,485	(5,515)
Contributions and donations	30,000	44,000	46,039	2,039
Investment income	75,000	75,000	591,494	516,494
Miscellaneous	649,894	690,894	721,291	30,397
Total Charges for Services	<u>3,005,885</u>	<u>3,409,722</u>	<u>3,906,362</u>	<u>496,640</u>
TOTAL REVENUES	<u>\$ 23,355,561</u>	<u>\$ 23,759,398</u>	<u>\$ 23,782,677</u>	<u>\$ 23,279</u>
EXPENDITURES				
General Government				
Legislative	\$ 337,248	\$ 338,858	\$ 256,588	\$ 82,270
Attorney	383,737	383,737	335,213	48,524
Judicial	89,654	89,654	44,147	45,507
Town administrator	430,545	479,644	388,939	90,705
Town clerk	395,431	427,625	254,438	173,187
Financial administration	714,330	714,330	696,459	17,871
Planning division	901,164	1,026,895	606,291	420,604
Facilities	1,786,957	1,874,342	1,167,787	706,555
Outside entity funding	1,893,012	1,993,012	1,708,028	284,984
Human Resources	439,668	456,168	202,031	254,137
Workforce Housing	413,000	413,000	483	412,517
Total General Government	<u>7,784,746</u>	<u>8,197,265</u>	<u>5,660,404</u>	<u>2,536,861</u>
Public Safety				
Police	7,574,227	7,718,054	6,737,386	980,668
Protective inspection	672,640	736,707	579,462	157,245
Total Public Safety	<u>8,246,867</u>	<u>8,454,761</u>	<u>7,316,848</u>	<u>1,137,913</u>
Public Works				
Engineering	623,413	625,152	531,148	94,004
Transportation	700,291	1,040,895	906,773	134,122
Streets	1,523,983	1,569,967	1,387,592	182,375
Stormwater maintenance	519,156	509,156	222,923	286,233
Total Public Works	<u>3,366,843</u>	<u>3,745,170</u>	<u>3,048,436</u>	<u>696,734</u>
Culture and Recreation				
Parks and recreation	1,544,801	1,747,931	1,452,077	295,854
Visitor services	574,522	629,522	429,397	200,125
Museum	493,284	508,284	474,011	34,273
Special events	2,676,228	2,768,455	2,296,652	471,803
Total Culture and Recreation	<u>5,288,835</u>	<u>5,654,192</u>	<u>4,652,137</u>	<u>1,002,055</u>
Capital outlay	-	91,000.00	78,131	12,869
Debt Service				
Principal	-	-	18,150	(18,150)
Interest	-	-	3,910	(3,910)
TOTAL EXPENDITURES	<u>24,687,291</u>	<u>26,142,388</u>	<u>20,778,016</u>	<u>5,364,372</u>
Excess (deficiency) of revenues over expenditures	<u>(1,331,730)</u>	<u>(2,382,990)</u>	<u>3,004,661</u>	<u>5,387,651</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	1,496,809	1,686,809	1,686,808	(1)
Transfers out	(4,297,765)	(5,712,306)	(5,372,751)	339,555
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>(2,800,956)</u>	<u>(4,025,497)</u>	<u>(3,685,943)</u>	<u>339,554</u>
NET CHANGE IN FUND BALANCE	<u>\$ (4,132,686)</u>	<u>\$ (6,408,487)</u>	<u>\$ (681,282)</u>	<u>\$ 5,727,205</u>
FUND BALANCES, BEGINNING OF YEAR	<u>16,145,860</u>	<u>16,145,860</u>	<u>16,145,860</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 12,013,174</u>	<u>\$ 9,737,373</u>	<u>\$ 15,464,578</u>	<u>5,727,205</u>

Town of Estes Park, Colorado
Street Improvements Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 2,835,123	\$ 2,835,123	\$ 2,742,659	\$ (92,464)
Intergovernmental	-	1,029,504	-	(1,029,504)
Investment income	10,000	10,000	202,710	192,710
TOTAL REVENUES	<u>2,845,123</u>	<u>3,874,627</u>	<u>2,945,369</u>	<u>(929,258)</u>
EXPENDITURES				
Current:				
Operations and Maintenance	533,660	445,645	308,359	137,286
Personnel Services	201,749	201,749	133,400	68,349
Capital outlay	<u>3,820,000</u>	<u>6,266,331</u>	<u>1,067,154</u>	<u>5,199,177</u>
TOTAL EXPENDITURES	<u>4,555,409</u>	<u>6,913,725</u>	<u>1,508,913</u>	<u>5,404,812</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,710,286)</u>	<u>\$ (3,039,098)</u>	<u>\$ 1,436,456</u>	<u>\$ 4,475,554</u>
FUND BALANCE, BEGINNING OF YEAR	<u>3,994,314</u>	<u>3,994,914</u>	<u>3,994,914</u>	
FUND BALANCE, END OF YEAR	<u>\$ 2,284,028</u>	<u>\$ 955,816</u>	<u>\$ 5,431,370</u>	

Town of Estes Park, Colorado
Workforce Housing/ Childcare Lodging Tax Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ -	\$ 5,375,000	\$ 5,309,126	\$ (65,874)
TOTAL REVENUES	<u>-</u>	<u>5,375,000</u>	<u>5,309,126</u>	<u>(65,874)</u>
EXPENDITURES				
Current:				
Operations and Maintenance	-	5,225,826	4,905,573	320,253
Personnel Services	-	149,174	37,588	111,586
TOTAL EXPENDITURES	<u>-</u>	<u>5,375,000</u>	<u>4,943,161</u>	<u>431,839</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 365,965</u>	<u>\$ 365,965</u>
FUND BALANCE, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	
FUND BALANCE, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 365,965</u>	

Town of Estes Park, Colorado
Retirement Plan Supplementary Information
For the Year Ended December 31, 2023

Schedule of Proportionate Share of the Net Pension and OPEB Liability and Related Ratios

<u>Colorado PERA - Pension</u>					
Year Ending*	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability (Asset)	Actual Member Payroll	Net Pension Liability as a Percentage of Member Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2014	0.844%	\$ 6,497,912	\$ 4,502,074	144.33%	77.66%
12/31/2015	0.927%	\$ 8,303,953	\$ 5,078,452	163.51%	80.70%
12/31/2016	1.030%	\$ 11,344,006	5,842,524	194.16%	76.90%
12/31/2017	1.142%	\$ 15,044,400	6,541,376	229.99%	73.60%
12/31/2018	1.138%	\$ 12,668,982	7,189,091	176.23%	79.37%
12/31/2019	1.157%	\$ 14,543,721	7,485,300	194.30%	75.96%
12/31/2020	1.180%	\$ 8,627,642	7,993,965	107.93%	86.26%
12/31/2021	1.197%	\$ 6,238,307	8,301,248	75.15%	90.88%
12/31/2022	1.212%	\$ (1,039,346)	8,901,035	-11.68%	101.49%
12/31/2023	1.166%	\$ 1,002,563	9,390,182	10.68%	82.99%

<u>Colorado PERA - OPEB</u>					
Year Ending*	Proportion of the Net OPEB Liability	Proportionate Share of the Net OPEB Liability	Actual Member Payroll	OPEB Liability as a Percentage of Member Payroll	Fiduciary Net Position as a Percentage of Total OPEB Liability
12/31/2017	0.085%	\$ 1,102,634	\$ 6,541,376	16.86%	16.72%
12/31/2018	0.088%	\$ 1,138,541	\$ 7,189,091	15.84%	17.53%
12/31/2019	0.088%	\$ 1,198,408	\$ 7,485,300	16.01%	17.03%
12/31/2020	0.089%	\$ 999,076	\$ 7,993,965	12.50%	24.49%
12/31/2021	0.089%	\$ 854,999	\$ 8,301,248	10.30%	32.78%
12/31/2022	0.093%	\$ 801,874	\$ 8,901,035	9.01%	39.40%
12/31/2023	0.093%	\$ 755,500	\$ 9,390,182	8.05%	38.57%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

* The data provided in this schedule is based as of the measurement date of the Town's net pension liability, which is as of the beginning of the year.

Schedule of Employer Contributions

<u>Colorado PERA - Pension</u>					
Year Ending	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
12/31/2013	570,863	570,863	-	4,502,074	12.68%
12/31/2014	643,712	643,712	-	5,078,452	12.68%
12/31/2015	740,832	740,832	-	5,842,524	12.68%
12/31/2016	829,447	829,447	-	6,541,376	12.68%
12/31/2017	911,577	911,577	-	7,189,091	12.68%
12/31/2018	949,136	949,136	-	7,485,300	12.68%
12/31/2019	1,013,635	1,013,635	-	7,993,965	12.68%
12/31/2020	1,073,351	1,073,351	-	8,301,248	12.93%
12/31/2021	1,190,666	1,190,666	-	8,901,035	13.38%
12/31/2022	1,287,282	1,287,282	-	9,390,182	13.71%
12/31/2023	1,487,114	1,487,114	-	10,442,758	14.24%

<u>Colorado PERA - OPEB</u>					
Year Ending	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
12/31/2016	66,722	66,722	-	6,541,376	1.02%
12/31/2017	73,329	73,329	-	7,189,091	1.02%
12/31/2018	75,765	75,765	-	7,485,300	1.01%
12/31/2019	81,470	81,470	-	7,993,965	1.02%
12/31/2020	84,672	84,672	-	8,301,248	1.02%
12/31/2021	90,791	90,791	-	8,901,035	1.02%
12/31/2022	95,780	95,780	-	9,390,182	1.02%
12/31/2023	106,516	106,516	-	10,442,758	1.02%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

The accompanying notes are an integral part of these financial statements.

Town of Estes Park, Colorado
Schedule of Changes in the Town's Total OPEB
Liability and Related Ratios - Retiree Medical Insurance Plan
December 31, 2023

Year Ended December 31,	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	\$ 21,600	\$ 23,808	\$ 20,891	\$ 27,201	\$ 30,281	\$ 27,609
Interest on total OPEB liability	10,664	9,569	11,529	20,137	18,576	20,240
Differences between expected and actual experience	-	23,045	-	13,372	-	-
Changes of assumptions or other inputs	(52,850)	37,240	18,548	(76,080)	(23,110)	11,799
Benefit payments	<u>(26,791)</u>	<u>(23,506)</u>	<u>(23,013)</u>	<u>(73,844)</u>	<u>(69,396)</u>	<u>(46,251)</u>
Net change in total OPEB liability	(47,377)	70,156	27,955	(89,214)	(43,649)	13,397
Total OPEB liability - beginning	<u>509,398</u>	<u>439,242</u>	<u>411,287</u>	<u>500,501</u>	<u>544,150</u>	<u>530,753</u>
Total OPEB liability - ending	<u>\$ 462,021</u>	<u>\$ 509,398</u>	<u>\$ 439,242</u>	<u>\$ 411,287</u>	<u>\$ 500,501</u>	<u>\$ 544,150</u>
Covered employee payroll	\$ 12,192,905	\$ 12,669,436	\$ 11,115,810	\$ 11,175,908	\$ 10,542,533	\$ 10,015,583
Total OPEB liability as a percentage of covered payroll	3.79%	4.02%	3.95%	3.68%	4.75%	5.43%

The Town implemented GASB Statement No. 75 in 2018; therefore 10 years of data is not available.

There are no assets accumulated in a trust that meets the definition of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

Town of Estes Park, Colorado

Other Supplementary Information

Town of Estes Park, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2023

	OPEN SPACE FUND	CONSERVATION TRUST FUND	EMERGENCY RESPONSE SYSTEM FUND	COMMUNITY CENTER FUND	TRAILS EXPANSION FUND	PARKING SERVICES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS							
Cash and Investments	\$ 1,010,998	\$ 100,691	\$ 275,226	\$ 11	\$ 350,138	\$ 467,928	\$ 2,204,992
Taxes receivable	-	-	12,734	127,344	63,672	-	203,750
Accounts receivable	3,708	92	280	-	2,882	124	7,086
Intergovernmental receivable	810,058	-	-	-	955,000	2,756	1,767,814
TOTAL ASSETS	<u>\$ 1,824,764</u>	<u>\$ 100,783</u>	<u>\$ 288,240</u>	<u>\$ 127,355</u>	<u>\$ 1,371,692</u>	<u>\$ 470,808</u>	<u>\$ 4,183,642</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 8,068	\$ -	\$ 341	\$ 127,344	\$ 21,649	\$ 55,939	\$ 213,341
Accrued liabilities	1,311	-	-	-	1,649	3,532	6,492
Due to other funds	310,000	-	-	-	-	-	310,000
TOTAL LIABILITIES	<u>319,379</u>	<u>-</u>	<u>341</u>	<u>127,344</u>	<u>23,298</u>	<u>59,471</u>	<u>529,833</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	697,720	-	-	-	955,000	-	1,652,720
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>1,017,099</u>	<u>-</u>	<u>341</u>	<u>127,344</u>	<u>978,298</u>	<u>59,471</u>	<u>2,182,553</u>
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Parks and open space	807,665	100,783	-	-	-	-	908,448
Capital improvements	-	-	287,899	11	393,394	411,337	1,092,641
TOTAL FUND BALANCES	<u>807,665</u>	<u>100,783</u>	<u>287,899</u>	<u>11</u>	<u>393,394</u>	<u>411,337</u>	<u>2,001,089</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 1,824,764</u>	<u>\$ 100,783</u>	<u>\$ 288,240</u>	<u>\$ 127,355</u>	<u>\$ 1,371,692</u>	<u>\$ 470,808</u>	<u>\$ 4,183,642</u>

Town of Estes Park, Colorado
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
And Changes in Fund Balance
For the Year Ended December 31, 2023

	OPEN SPACE FUND	CONSERVATION TRUST FUND	EMERGENCY RESPONSE SYSTEM FUND	COMMUNITY CENTER FUND	TRAILS EXPANSION FUND	PARKING SERVICES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES							
Intergovernmental	\$ 631,717	\$ 41,494	\$ -	\$ -	363,706	\$ 2,756	\$ 1,039,673
Charges for services	-	-	-	-	-	808,120	808,120
Taxes	-	-	114,277	1,142,774	571,387	-	1,828,438
Licenses and permits	-	-	-	-	-	23,130	23,130
Fines and forfeitures	-	-	-	-	-	50,902	50,902
Investment earnings	78,828	1,895	4,555	-	60,596	-	145,874
TOTAL REVENUES	<u>710,545</u>	<u>43,389</u>	<u>118,832</u>	<u>1,142,774</u>	<u>995,689</u>	<u>884,908</u>	<u>3,896,137</u>
EXPENDITURES							
Current:							
Culture and Recreation	97,312	1,321	682	1,142,774	-	-	1,242,089
Public Works	-	-	-	-	53,044	705,341	758,385
Capital Outlay	1,315,068	40,000	-	-	2,210,237	-	3,565,305
Debt Service:							
Principal	-	-	41,933	-	-	-	41,933
Interest	-	-	6,610	-	-	-	6,610
TOTAL EXPENDITURES	<u>1,412,380</u>	<u>41,321</u>	<u>49,225</u>	<u>1,142,774</u>	<u>2,263,281</u>	<u>705,341</u>	<u>5,614,322</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(701,835)</u>	<u>2,068</u>	<u>69,607</u>	<u>-</u>	<u>(1,267,592)</u>	<u>179,567</u>	<u>(1,718,185)</u>
OTHER FINANCING USES							
Transfers in (out)	-	-	-	-	-	(190,000)	(190,000)
TOTAL OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(190,000)</u>	<u>(190,000)</u>
NET CHANGE IN FUND BALANCE	<u>(701,835)</u>	<u>2,068</u>	<u>69,607</u>	<u>-</u>	<u>(1,267,592)</u>	<u>(10,433)</u>	<u>(1,908,185)</u>
FUND BALANCE, BEGINNING OF YEAR	<u>1,509,500</u>	<u>98,715</u>	<u>218,292</u>	<u>11</u>	<u>1,660,986</u>	<u>421,770</u>	<u>3,909,274</u>
FUND BALANCE, END OF YEAR	<u>\$ 807,665</u>	<u>\$ 100,783</u>	<u>\$ 287,899</u>	<u>\$ 11</u>	<u>\$ 393,394</u>	<u>\$ 411,337</u>	<u>\$ 2,001,089</u>

Town of Estes Park, Colorado
Community Reinvestment Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental	\$ 304,000	\$ 2,744,116	\$ 17,428	\$ (2,726,688)
Investment income	-	-	211,283	211,283
Donations	-	384,500	14,544	(369,956)
Miscellaneous	-	5,000	-	(5,000)
TOTAL REVENUES	<u>304,000</u>	<u>3,133,616</u>	<u>243,255</u>	<u>(2,890,361)</u>
EXPENDITURES				
Current				
Professional Services	522,000	614,726	36,978	577,748
Capital outlay	3,926,876	11,340,134	4,470,831	6,869,303
Debt Service				
Principal	772,766	772,766	724,997	47,769
Interest	193,499	193,499	193,497	2
TOTAL EXPENDITURES	<u>5,415,141</u>	<u>12,921,125</u>	<u>5,426,303</u>	<u>7,494,822</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>(5,111,141)</u>	<u>(9,787,509)</u>	<u>(5,183,048)</u>	<u>4,604,461</u>
OTHER FINANCING SOURCES				
Transfers in	4,297,765	5,712,306	5,372,751	(339,555)
Financing proceeds	313,376	365,376	-	(365,376)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>4,611,141</u>	<u>6,077,682</u>	<u>5,372,751</u>	<u>(704,931)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (500,000)</u>	<u>\$ (3,709,827)</u>	<u>\$ 189,703</u>	<u>\$ 3,899,530</u>
FUND BALANCE, BEGINNING OF YEAR	<u>3,709,827</u>	<u>3,709,827</u>	<u>3,709,827</u>	
FUND BALANCE, END OF YEAR	<u>\$ 3,209,827</u>	<u>\$ -</u>	<u>\$ 3,899,530</u>	

Town of Estes Park, Colorado
Open Space Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental	\$ 475,000	\$ 923,226	\$ 631,717	\$ (291,509)
Investment income	1,000	1,000	78,828	77,828
TOTAL REVENUES	<u>476,000</u>	<u>924,226</u>	<u>710,545</u>	<u>(213,681)</u>
EXPENDITURES				
Current				
Culture and Recreation	83,774	146,117	97,312	48,805
Capital outlay	68,900	1,878,122	1,315,068	563,054
TOTAL EXPENDITURES	<u>152,674</u>	<u>2,024,239</u>	<u>1,412,380</u>	<u>611,859</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>323,326</u>	<u>(1,100,013)</u>	<u>(701,835)</u>	<u>398,178</u>
NET CHANGE IN FUND BALANCE	<u>\$ 323,326</u>	<u>\$ (1,100,013)</u>	<u>\$ (701,835)</u>	<u>\$ 398,178</u>
FUND BALANCE, BEGINNING OF YEAR	<u>1,509,500</u>	<u>1,509,500</u>	<u>1,509,500</u>	
FUND BALANCE, END OF YEAR	<u>\$ 1,832,826</u>	<u>\$ 409,487</u>	<u>\$ 807,665</u>	

Town of Estes Park, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Intergovernmental	\$ 34,000	\$ 34,000	\$ 41,494	\$ 7,494
Investment Income	100	100	1,895	1,795
TOTAL REVENUES	<u>34,100</u>	<u>34,100</u>	<u>43,389</u>	<u>9,289</u>
EXPENDITURES				
Current				
Culture and Recreation	24,000	24,000	1,321	22,679
Capital Outlay	40,000	59,000	40,000	19,000
TOTAL EXPENDITURES	<u>64,000</u>	<u>83,000</u>	<u>41,321</u>	<u>41,679</u>
NET CHANGE IN FUND BALANCE	<u>(29,900)</u>	<u>(48,900)</u>	<u>2,068</u>	<u>50,968</u>
FUND BALANCE, BEGINNING OF YEAR	<u>98,715</u>	<u>98,715</u>	<u>98,715</u>	
FUND BALANCE, END OF YEAR	<u>\$ 68,815</u>	<u>\$ 49,815</u>	<u>\$ 100,783</u>	

Town of Estes Park, Colorado
Emergency Response Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 118,130	\$ 118,130	\$ 114,277	\$ (3,853)
Intergovernmental	-	-	-	-
Investment income	-	-	4,555	4,555
TOTAL REVENUES	<u>118,130</u>	<u>118,130</u>	<u>118,832</u>	<u>702</u>
EXPENDITURES				
Current				
Culture and Recreation	16,700	16,700	682	16,018
Debt Service				
Principal	41,934	41,934	41,933	1
Interest	<u>6,611</u>	<u>6,611</u>	<u>6,610</u>	<u>1</u>
TOTAL EXPENDITURES	<u>65,245</u>	<u>65,245</u>	<u>49,225</u>	<u>16,020</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>52,885</u>	<u>52,885</u>	<u>69,607</u>	<u>16,722</u>
NET CHANGE IN FUND BALANCE	<u>\$ 52,885</u>	<u>\$ 52,885</u>	<u>\$ 69,607</u>	<u>\$ 16,722</u>
FUND BALANCE, BEGINNING OF YEAR	<u>218,292</u>	<u>218,292</u>	<u>218,292</u>	
FUND BALANCE, END OF YEAR	<u>\$ 271,177</u>	<u>\$ 271,177</u>	<u>\$ 287,899</u>	

Town of Estes Park, Colorado
Community Center Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 1,181,301	\$ 1,281,301	\$ 1,142,774	\$ (138,527)
TOTAL REVENUES	<u>1,181,301</u>	<u>1,281,301</u>	<u>1,142,774</u>	<u>(138,527)</u>
EXPENDITURES				
Culture and Recreation	1,181,301	1,281,301	1,142,774	138,527
TOTAL EXPENDITURES	<u>1,181,301</u>	<u>1,281,301</u>	<u>1,142,774</u>	<u>138,527</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE, BEGINNING OF YEAR	<u>11</u>	<u>11</u>	<u>11</u>	
FUND BALANCE, END OF YEAR	<u>\$ 11</u>	<u>\$ 11</u>	<u>\$ 11</u>	

Town of Estes Park, Colorado
Parking Services Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 2,756	\$ 2,756
Charges for services	775,125	775,125	808,120	32,995
Parking permits and tickets	63,000	63,000	74,032	11,032
Miscellaneous	750	750	-	(750)
TOTAL REVENUES	<u>838,875</u>	<u>838,875</u>	<u>884,908</u>	<u>46,033</u>
EXPENDITURES				
Public works	811,215	811,215	705,341	105,874
Capital outlay	-	190,000	-	190,000
TOTAL EXPENDITURES	<u>811,215</u>	<u>1,001,215</u>	<u>705,341</u>	<u>295,874</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>27,660</u>	<u>(162,340)</u>	<u>179,567</u>	<u>341,907</u>
OTHER FINANCING SOURCES				
Transfers out	-	(190,000)	(190,000)	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>(190,000)</u>	<u>(190,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 27,660</u>	<u>\$ (352,340)</u>	<u>\$ (10,433)</u>	<u>\$ 341,907</u>
FUND BALANCE, BEGINNING OF YEAR			<u>421,770</u>	
FUND BALANCE, END OF YEAR			<u>\$ 411,337</u>	

Town of Estes Park, Colorado
Trails Expansion Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental	\$ 2,000,000	\$ 5,617,266	\$ 363,706	\$ (5,253,560)
Taxes	590,651	590,651	571,387	(19,264)
Investment income	2,000	2,000	60,596	58,596
TOTAL REVENUES	<u>2,592,651</u>	<u>6,209,917</u>	<u>995,689</u>	<u>(5,214,228)</u>
EXPENDITURES				
Public Works	131,550	131,550	53,044	78,506
Capital outlay	<u>3,002,167</u>	<u>7,738,013</u>	<u>2,210,237</u>	<u>5,527,776</u>
TOTAL EXPENDITURES	<u>3,133,717</u>	<u>7,869,563</u>	<u>2,263,281</u>	<u>5,606,282</u>
EXCESS OF EXPENDITURES OVER REVENUES	<u>(541,066)</u>	<u>(1,659,646)</u>	<u>(1,267,592)</u>	<u>392,054</u>
NET CHANGE IN FUND BALANCE	<u>\$ (541,066)</u>	<u>\$ (1,659,646)</u>	<u>\$ (1,267,592)</u>	<u>\$ 392,054</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,660,986</u>	
FUND BALANCE, END OF YEAR			<u>\$ 393,394</u>	

Town of Estes Park, Colorado
Power and Communications Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 21,477,400	\$ 21,477,400	\$ 24,937,494	\$ 3,460,094
Intergovernmental	-	3,591,361	2,698,830	(892,531)
Investment income	85,000	85,000	746,376	661,376
Miscellaneous	96,000	108,600	131,087	22,487
TOTAL REVENUES	21,658,400	25,262,361	28,513,787	3,251,426
EXPENDITURES				
Current				
Source of supply	8,168,860	9,268,860	9,013,459	255,401
Distribution	5,615,171	5,829,145	3,828,220	2,000,925
Customer accounts	601,931	601,931	561,475	40,456
Administration and general	3,369,844	3,269,561	2,429,637	839,924
Broadband	1,540,165	1,549,037	1,216,412	332,625
Capital outlay	3,012,600	8,877,768	6,199,823	2,677,945
Debt Service				
Other	231,603	231,603	-	231,603
Principal	1,270,500	1,270,500	1,270,499	1
Interest	1,125,642	1,125,642	1,121,471	4,171
TOTAL EXPENDITURES	24,936,316	32,024,047	25,640,996	6,383,051
OTHER FINANCING SOURCES AND (USES)				
Transfers out	(1,354,934)	(1,354,934)	(1,354,932)	2
TOTAL OTHER FINANCING SOURCES AND (USES)	(1,354,934)	(1,354,934)	(1,354,932)	2
CHANGE IN NET POSITION, BUDGETARY BASIS	\$ (4,632,850)	\$ (8,116,620)	\$ 1,517,859	\$ 9,634,479
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			6,199,823	
Depreciation expense			(1,605,889)	
Bond Premium Amortization			231,303	
Debt principal payments			1,270,499	
CHANGE IN NET POSITION - GAAP BASIS			7,613,595	
NET POSITION, BEGINNING OF YEAR			35,082,983	
NET POSITION, END OF YEAR			\$ 42,696,578	

Town of Estes Park, Colorado
Water Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for Services	\$5,868,360	\$5,872,532	\$ 6,423,061	\$ 550,529
Other	-	-	86,303	86,303
Intergovernmental	-	10,610,000	2,957,845	(7,652,155)
Investment Income	<u>15,000</u>	<u>15,000</u>	<u>742,362</u>	<u>727,362</u>
TOTAL REVENUES	<u>5,883,360</u>	<u>16,497,532</u>	<u>10,209,571</u>	<u>(6,287,961)</u>
EXPENDITURES				
Current				
Source of supply	125,000	125,000	101,682	23,318
Purification	1,282,538	1,400,735	1,148,799	251,936
Distribution	2,536,189	2,719,041	1,797,055	921,986
Customer accounts	380,372	380,372	333,911	46,461
Administration and general	1,466,134	1,629,738	1,146,884	482,854
Capital outlay	3,459,500	21,861,106	7,906,796	13,954,310
Debt service				
Principal	308,928	322,465	322,464	1
Interest	<u>88,069</u>	<u>204,479</u>	<u>119,625</u>	<u>84,854</u>
TOTAL EXPENDITURES	<u>9,646,730</u>	<u>28,642,936</u>	<u>12,877,216</u>	<u>15,765,720</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers out	(141,875)	(141,875)	(141,876)	(1)
Financing proceeds	0	7,675,000	710,240	(6,964,760)
Tap Fee	<u>600,000</u>	<u>600,000</u>	<u>1,137,452</u>	<u>537,452</u>
TOTAL OTHER FINANCING SOURCES AND (USES)	<u>458,125</u>	<u>8,133,125</u>	<u>1,705,816</u>	<u>(6,427,309)</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (3,305,245)</u>	<u>\$ (4,012,279)</u>	<u>\$ (961,829)</u>	<u>\$ 3,050,450</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay, including capitalized interest			7,906,796	
Depreciation expense			(948,611)	
Debt proceeds			(710,240)	
Debt principal			<u>322,464</u>	
CHANGE IN NET POSITION - GAAP BASIS			5,608,580	
NET POSITION, BEGINNING OF YEAR			<u>37,322,199</u>	
NET POSITION, END OF YEAR			<u>\$ 42,930,779</u>	

Town of Estes Park, Colorado
Workforce Housing Linkage Impact Fee
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Impact Fees	738,090	738,090	\$ 723,890	\$ (14,200)
Investment Income	-	-	18,699	18,699
TOTAL REVENUES	<u>738,090</u>	<u>738,090</u>	<u>742,589</u>	<u>4,499</u>
EXPENDITURES				
Current				
Operations	<u>500,000</u>	<u>500,000</u>	-	500,000
TOTAL EXPENDITURES	<u>500,000</u>	<u>500,000</u>	-	500,000
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 238,090</u>	<u>\$ 238,090</u>	<u>\$ 742,589</u>	<u>\$ 504,499</u>

Town of Estes Park, Colorado

Combining Statement of Net Position

Internal Service Funds

December 31, 2023

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
ASSETS						
Current Assets:						
Cash and investments	\$ 564,677	\$ 2,022,492	\$ 825,713	\$ 2,299,581	\$ 62,087	\$ 5,774,550
Accounts receivable	10,839	4,080	3,344	41,224	-	59,487
Inventories	34,933	-	-	-	-	34,933
Prepaid items	-	-	-	148,506	-	148,506
Total Current Assets	<u>610,449</u>	<u>2,026,572</u>	<u>829,057</u>	<u>2,489,311</u>	<u>62,087</u>	<u>6,017,476</u>
Non-Current Assets:						
Capital assets, net of accumulated depreciation	475,397	855,386	217,559	-	-	1,548,342
TOTAL ASSETS	<u>1,085,846</u>	<u>2,881,958</u>	<u>1,046,616</u>	<u>2,489,311</u>	<u>62,087</u>	<u>7,565,818</u>
LIABILITIES						
Current Liabilities:						
Accounts payable	57,628	720	18,615	-		76,963
Accrued liabilities	10,275	-	10,114	-	-	20,389
Claims payable	-	-	-	569,860	-	569,860
Compensated absences payable	22,203	-	25,332	-	-	47,535
Total Current Liabilities	<u>90,106</u>	<u>720</u>	<u>54,061</u>	<u>569,860</u>	<u>-</u>	<u>714,747</u>
Non-Current Liabilities:						
Compensated absences payable	6,821	-	5,391	-	-	12,212
OPEB Liability	2,264	-	2,358	-	-	4,622
Total Non-Current Liabilities	<u>9,085</u>	<u>-</u>	<u>7,749</u>	<u>-</u>	<u>-</u>	<u>16,834</u>
TOTAL LIABILITIES	<u>99,191</u>	<u>720</u>	<u>61,810</u>	<u>569,860</u>	<u>-</u>	<u>731,581</u>
NET POSITION						
Net investment in capital assets	475,397	855,386	217,559	-	-	1,548,342
Unrestricted	511,258	2,025,852	767,247	1,919,451	62,087	5,285,895
TOTAL NET POSITION	<u>\$ 986,655</u>	<u>\$ 2,881,238</u>	<u>\$ 984,806</u>	<u>\$ 1,919,451</u>	<u>\$ 62,087</u>	<u>\$ 6,834,237</u>

Town of Estes Park, Colorado
Combining Statement of Revenues, Expenditures
and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2023

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
OPERATING REVENUES						
Charges for services	\$ 838,887	\$ 675,677	\$ 940,579	\$ 3,425,474	\$ 409,564	\$ 6,290,181
Miscellaneous	203	-	2,831	1,896	-	4,930
TOTAL OPERATING REVENUES	<u>839,090</u>	<u>675,677</u>	<u>943,410</u>	<u>3,427,370</u>	<u>409,564</u>	<u>6,295,111</u>
OPERATING EXPENSES						
Salaries and benefits	577,704	-	560,022	-	-	1,137,726
Supplies	18,540	-	137,143	-	-	155,683
Utilities	12,924	-	19,187	-	-	32,111
Training	15,841	-	3,461	-	-	19,302
Maintenance and repairs	32,667	-	179,666	-	-	212,333
Professional fees	13,529	-	14,751	-	5,246	33,526
Depreciation	9,411	291,353	77,995	-	-	378,759
Medical benefits	-	-	-	3,442,203	-	3,442,203
Property and liability insurance	2,360	-	5,318	-	396,829	404,507
TOTAL OPERATING EXPENSES	<u>682,976</u>	<u>291,353</u>	<u>997,543</u>	<u>3,442,203</u>	<u>402,075</u>	<u>5,816,150</u>
OPERATING INCOME (LOSS)	<u>156,114</u>	<u>384,324</u>	<u>(54,133)</u>	<u>(14,833)</u>	<u>7,489</u>	<u>478,961</u>
NON-OPERATING REVENUES						
Grant revenue	5,808	-	-	-	-	5,808
Investment income	37,480	83,190	34,632	104,311	-	259,613
Gain on sale of asset	-	44,766	-	-	-	44,766
TOTAL NON-OPERATING REVENUES	<u>43,288</u>	<u>127,956</u>	<u>34,632</u>	<u>104,311</u>	<u>-</u>	<u>310,187</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>199,402</u>	<u>512,280</u>	<u>(19,501)</u>	<u>89,478</u>	<u>7,489</u>	<u>789,148</u>
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
CHANGE IN NET POSITION	<u>199,402</u>	<u>512,280</u>	<u>(19,501)</u>	<u>89,478</u>	<u>7,489</u>	<u>789,148</u>
NET POSITION, BEGINNING OF YEAR	<u>787,253</u>	<u>2,368,958</u>	<u>1,004,307</u>	<u>1,829,973</u>	<u>54,598</u>	<u>6,045,089</u>
NET POSITION, END OF YEAR	<u>\$ 986,655</u>	<u>\$ 2,881,238</u>	<u>\$ 984,806</u>	<u>\$ 1,919,451</u>	<u>\$ 62,087</u>	<u>\$ 6,834,237</u>

Town of Estes Park, Colorado
Combining Statement of Cash Flows
Nonmajor Internal Service Funds
For the Year Ended December 31, 2023

	Fleet Maintenance Fund	Vehicle Replacement Fund	Information Technology Fund	Medical Insurance Fund	Risk Management Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 851,297	\$ 672,871	\$ 937,986	\$ 3,589,946	\$ 409,564	\$ 6,461,664
Cash received from other sources	203	-	2,831	-	-	3,034
Cash paid for goods and services	(75,404)	(3,291)	(295,457)	(3,543,983)	(402,508)	(4,320,643)
Cash paid to employees	(592,693)	-	(560,022)	-	-	(1,152,715)
NET CASH FROM OPERATING ACTIVITIES	183,403	669,580	85,338	45,963	7,056	991,340
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfers in from other funds	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
NET CASH FROM NON-CAPITAL FINANCING ACTIVITIES	-	-	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from capital grants	5,808	-	-	-	-	5,808
Proceeds from the sale of capital assets	-	46,569	-	-	-	46,569
Acquisitions of capital assets	(142,348)	(274,250)	(139,896)	-	-	(556,494)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	(136,540)	(227,681)	(139,896)	-	-	(504,117)
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment income (expense)	37,480	83,190	34,632	104,311	-	259,613
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	37,480	83,190	34,632	104,311	-	259,613
NET CHANGE IN CASH AND CASH EQUIVALENTS	84,343	525,089	(19,926)	150,274	7,056	746,836
CASH AND CASH EQUIVALENTS						
Beginning of Year	480,334	1,497,403	845,639	2,149,307	55,031	5,027,714
End of Year	\$ 564,677	\$ 2,022,492	\$ 825,713	\$ 2,299,581	\$ 62,087	\$ 5,774,550
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES						
Operating income (loss)	\$ 156,114	\$ 384,324	\$ (54,133)	\$ (14,833)	\$ 7,489	\$ 478,961
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:						
Depreciation	9,411	291,353	77,995	-	-	378,759
(Increase) decrease in operating assets:						
Accounts receivable	12,410	(2,806)	(2,593)	162,576	-	169,587
Inventories	(8,409)	-	-	-	-	(8,409)
Prepaid items	-	-	43,864	-	-	43,864
Increase (decrease) in operating liabilities:						
Accounts payable	26,941	(3,291)	2,656	(101,780)	(433)	(75,907)
Accrued liabilities	1,922	-	2,450	-	-	4,372
Compensated absences payable	(14,986)	-	15,099	-	-	113
NET CASH FROM OPERATING ACTIVITIES	\$ 183,403	\$ 669,580	\$ 85,338	\$ 45,963	\$ 7,056	\$ 991,340

Town of Estes Park, Colorado
Fleet Maintenance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for services	\$ 848,300	\$ 848,300	\$ 838,887	\$ (9,413)
Intergovernmental	-	534,184	5,808	(528,376)
Miscellaneous	-	-	203	203
Investment income	2,000	2,000	37,480	35,480
TOTAL REVENUES	<u>850,300</u>	<u>1,384,484</u>	<u>882,378</u>	<u>(502,106)</u>
EXPENDITURES				
Current:				
Salaries and benefits	740,002	740,002	577,704	162,298
Supplies	23,250	24,750	18,540	6,210
Utilities	10,917	10,917	12,924	(2,007)
Job performance expenses	26,080	24,580	15,841	8,739
Maintenance and repairs	38,866	38,866	32,667	6,199
Professional fees	12,761	12,761	13,529	(768)
Property and liability insurance	3,255	3,255	2,360	895
Capital outlay	-	720,035	142,347	577,688
TOTAL EXPENDITURES	<u>855,131</u>	<u>1,575,166</u>	<u>815,912</u>	<u>759,254</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (4,831)</u>	<u>\$ (190,682)</u>	<u>\$ 66,466</u>	<u>\$ 257,148</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			142,347	
Depreciation			<u>(9,411)</u>	
CHANGE IN NET POSITION - GAAP BASIS			199,402	
NET POSITION, BEGINNING OF YEAR			<u>787,253</u>	
NET POSITION, END OF YEAR			<u>\$ 986,655</u>	

Town of Estes Park, Colorado
Vehicle Replacement Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 675,677	\$ 675,677	\$ 675,677	\$ -
Investment income	-	-	83,190	83,190
TOTAL REVENUES	<u>675,677</u>	<u>675,677</u>	<u>758,867</u>	<u>83,190</u>
EXPENDITURES				
Capital outlay	<u>186,000</u>	<u>485,053</u>	<u>274,250</u>	<u>210,803</u>
TOTAL EXPENDITURES	<u>186,000</u>	<u>485,053</u>	<u>274,250</u>	<u>210,803</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
Gain on sale of capital assets	-	-	44,766	44,766
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>44,766</u>	<u>44,766</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ 489,677</u>	<u>\$ 190,624</u>	<u>\$ 529,383</u>	<u>\$ 338,759</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Depreciation			(291,353)	
Capital outlay			<u>274,250</u>	
CHANGE IN NET POSITION - GAAP BASIS			512,280	
NET POSITION, BEGINNING OF YEAR			<u>2,368,958</u>	
NET POSITION, END OF YEAR			<u>\$ 2,881,238</u>	

Town of Estes Park, Colorado
Information Technology Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 937,753	\$ 937,753	\$ 940,579	\$ 2,826
Investment income	-	-	34,632	34,632
Miscellaneous	-	-	2,831	2,831
TOTAL REVENUES	<u>937,753</u>	<u>937,753</u>	<u>978,042</u>	<u>40,289</u>
EXPENDITURES				
Current:				
Salaries and benefits	720,305	720,305	560,022	160,283
Insurance Premiums	6,849	6,849	5,318	1,531
Professional Services/Fees	15,500	15,500	14,751	749
Repair and Maintenance	185,090	188,055	179,666	8,389
Materials and Supplies	117,550	121,506	137,143	(15,637)
Job Performance Expenses	7,550	7,550	3,461	4,089
Utilities	25,000	25,000	19,187	5,813
Capital outlay	<u>99,000</u>	<u>198,558</u>	<u>139,897</u>	<u>58,661</u>
TOTAL EXPENDITURES	<u>1,176,844</u>	<u>1,283,323</u>	<u>1,059,445</u>	<u>223,878</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ (239,091)</u>	<u>\$ (345,570)</u>	<u>\$ (81,403)</u>	<u>\$ 264,167</u>
ADJUSTMENTS FROM BUDGETARY BASIS TO GAAP BASIS				
Capital outlay			139,897	
Depreciation expense			<u>(77,995)</u>	
CHANGE IN NET POSITION - GAAP BASIS			(19,501)	
NET POSITION, BEGINNING OF YEAR			<u>1,004,307</u>	
NET POSITION, END OF YEAR			<u>\$ 984,806</u>	

Town of Estes Park, Colorado
Medical Insurance Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Charges for services	\$ 3,563,042	\$ 3,663,042	\$ 3,425,474	\$ (237,568)
Investment income	10,000	10,000	104,311	94,311
Miscellaneous	-	-	1,896	1,896
TOTAL REVENUES	<u>3,573,042</u>	<u>3,673,042</u>	<u>3,531,681</u>	<u>(141,361)</u>
EXPENDITURES				
Current:				
Medical expense	<u>3,573,042</u>	<u>4,173,042</u>	<u>3,442,203</u>	<u>730,839</u>
TOTAL EXPENDITURES	<u>3,573,042</u>	<u>4,173,042</u>	<u>3,442,203</u>	<u>730,839</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ (500,000)</u>	<u>\$ 89,478</u>	<u>\$ 589,478</u>
NET POSITION, BEGINNING OF YEAR			<u>1,829,973</u>	
NET POSITION, END OF YEAR			<u>\$ 1,919,451</u>	

Town of Estes Park, Colorado
Risk Management Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balance—Budget and Actual
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Charges for services	\$ 426,450	\$ 426,450	\$ 409,564	\$ (16,886)
TOTAL REVENUES	<u>426,450</u>	<u>426,450</u>	<u>409,564</u>	<u>(16,886)</u>
EXPENDITURES				
Current:				
Property and liability insurance	<u>426,450</u>	<u>426,450</u>	<u>402,075</u>	<u>24,375</u>
TOTAL EXPENDITURES	<u>426,450</u>	<u>426,450</u>	<u>402,075</u>	<u>24,375</u>
CHANGE IN NET POSITION, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,489</u>	<u>\$ 7,489</u>
NET POSITION, BEGINNING OF YEAR			<u>54,598</u>	
NET POSITION, END OF YEAR			<u>\$ 62,087</u>	

LOCAL HIGHWAY FINANCE REPORTCity or County:
Town of Estes Park, Larimer County
YEAR ENDING :
December 2023This Information From The Records Of:
Town of Estes ParkPrepared By: Duane Hudson, Finance Director
Phone: (970) 577-3560**I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE**

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	4,176,081
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,245,833
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	47,296
2. General fund appropriations	5,197,531	b. Snow and ice removal	215,392
3. Other local imposts (from page 2)	2,809,301	c. Other	91,040
4. Miscellaneous local receipts (from page 2)	214,519	d. Total (a. through c.)	353,728
5. Transfers from toll facilities	0	4. General administration & miscellaneous	883,276
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,874,933
a. Bonds - Original Issues		6. Total (1 through 5)	8,533,851
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	8,221,351	b. Redemption	
B. Private Contributions	0	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	311,955	2. Notes:	
D. Receipts from Federal Government (from page 2)	545	a. Interest	
E. Total receipts (A.7 + B + C + D)	8,533,851	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	8,533,851

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	3,994,914	8,533,851	8,533,851	5,431,370	(1,436,456)

Notes and Comments:

The \$(1,436,456) reconciliation amount is for 2023 transactions in other funds than the Street Improvement Fund but are still subject to reporting on Form FHWA-536.

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2023	

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	202,710
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	2,742,659	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	7,100
5. Specific Ownership &/or Other	66,642	g. Other Misc. Receipts	0
6. Total (1. through 5.)	2,809,301	h. Other	4,709
c. Total (a. + b.)	2,809,301	i. Total (a. through h.)	214,519
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	284,357	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	545
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	27,598	d. Federal Transit Admin	0
d. Other (Operating Grant)	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	27,598	g. Total (a. through f.)	545
4. Total (1. + 2. + 3.f)	311,955	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		3,090,425	3,090,425
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		1,085,656	1,085,656
(3). System Preservation		0	0
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	1,085,656	1,085,656
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	4,176,081	4,176,081
			(Carry forward to page 1)

Notes and Comments:

Town of Estes Park, Colorado

Statistical Section

Statistical Section

This section of the Town of Estes Park Annual Comprehensive Financial Report presents detailed data as a context for understanding the information in the financial statements, note disclosures, and required supplementary information.

Contents	Schedules	Pages
Financial Trends These schedules contain trend information to help the reader understand how the Town's financial condition has changed over time.	1-4	114-118
Revenue Capacity These schedules contain information to help the reader assess the Town's largest revenue source, sales and use taxes.	5-7	119-121
Debt Capacity These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue debt in the future.	8-11	122-125
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	12-13	126-127
Operating Information These schedules contain service data to help the reader understand how information in the financial report relates to the services the Town provides and the activities it performs.	14-16	128-131

Schedule 1
Town of Estes Park, Colorado
Net Position
(accrual basis of accounting)
As of December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net Investment in capital assets	\$ 43,113,642	\$ 42,539,162	\$ 49,411,763	\$ 57,733,149	\$ 59,401,578	\$ 62,894,857	\$ 61,698,464	\$ 61,939,706	\$ 63,172,558	\$ 69,375,534
Restricted	912,392	9,406,344	4,797,549	5,348,119	4,739,559	3,581,754	1,878,535	6,398,672	8,694,410	8,218,834
Unrestricted	9,808,049	5,434,320	4,165,544	1,585,920	3,587,854	6,122,258	10,800,413	12,729,796	17,973,032	22,265,031
Total governmental activities net position	\$ 53,834,083	\$ 57,379,826	\$ 58,374,856	\$ 64,667,188	\$ 67,728,991	\$ 72,598,869	\$ 74,377,412	\$ 81,068,174	\$ 89,840,000	\$ 99,859,399
Business-type Activities										
Net Investment in capital assets	\$ 26,771,542	\$ 29,175,592	\$ 30,145,069	\$ 32,596,716	\$ 37,356,339	\$ 41,111,109	\$ 45,632,830	\$ 45,872,510	\$ 44,719,687	\$ 55,793,657
Restricted	1,503,341	1,671,908	1,693,717	1,250,000	1,250,000	845,273	1,114,118	1,250,000	1,250,000	1,250,000
Unrestricted	16,679,006	12,728,316	12,717,005	13,112,576	12,019,357	15,829,836	15,071,905	18,772,625	27,724,282	30,809,492
Total business-type activities net position	\$ 44,953,889	\$ 43,575,816	\$ 44,555,791	\$ 46,959,292	\$ 50,625,696	\$ 57,786,218	\$ 61,818,853	\$ 65,895,135	\$ 73,693,969	\$ 87,853,149
Primary Government										
Net Investment in capital assets	\$ 69,885,184	\$ 71,714,754	\$ 79,556,832	\$ 90,329,865	\$ 96,757,917	\$ 104,005,966	\$ 107,331,294	\$ 107,812,216	\$ 107,892,245	\$ 125,169,191
Restricted	2,415,733	11,078,252	6,491,266	6,598,119	5,989,559	4,427,027	2,992,653	7,648,672	9,944,410	9,468,834
Unrestricted	26,487,055	18,162,636	16,882,549	14,698,496	15,607,211	21,952,094	25,872,318	31,502,421	45,697,314	53,074,523
Total primary governmental net position	\$ 98,787,972	\$ 100,955,642	\$ 102,930,647	\$ 111,626,480	\$ 118,354,687	\$ 130,385,087	\$ 136,196,265	\$ 146,963,309	\$ 163,533,969	\$ 187,712,548

Source: Current and prior years' financial statements

Schedule 2
Town of Estes Park, Colorado
Changes in Net Position
(accrual basis of accounting)
For Years Ended December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities:										
General Government										
Public Safety	\$ 4,660,385	\$ 5,280,912	\$ 6,229,691	\$ 5,847,655	\$ 5,101,078	\$ 4,944,301	\$ 6,130,371	\$ 5,209,373	\$ 4,684,953	\$ 10,492,265
Public Works	5,281,116	4,063,117	4,915,545	5,276,247	5,339,084	6,038,646	6,231,721	5,940,530	6,559,825	7,318,583
Culture and Recreation	2,192,522	2,736,985	2,549,174	4,284,402	2,884,866	2,109,022	3,858,918	5,993,789	6,559,015	7,547,831
Culture and Recreation	4,669,256	5,342,804	6,471,134	6,495,360	6,969,523	5,985,682	4,385,164	5,769,152	5,179,185	6,184,813
Interest on Long-Term Debt	146,875	147,226	136,216	298,651	317,206	258,959	247,402	225,820	195,654	184,638
Total governmental activities expenses	16,950,154	17,571,044	20,301,760	22,202,315	20,611,757	19,336,610	20,853,576	23,138,664	23,178,632	31,728,130
Business-type Activities:										
Light & Power	12,272,416	12,813,281	14,122,680	14,727,651	15,628,176	14,367,197	16,381,774	17,519,237	17,205,293	19,545,260
Water	3,614,506	3,776,050	4,083,190	4,719,776	4,937,246	3,876,141	4,335,553	4,802,481	5,428,218	5,596,567
Total business-type activities expenses	15,886,922	16,589,331	18,205,870	19,447,427	20,565,422	18,243,338	20,717,327	22,321,718	22,633,511	25,141,827
Total primary governmental expenses	\$ 32,837,076	\$ 34,160,375	\$ 38,507,630	\$ 41,649,742	\$ 41,177,179	\$ 37,579,948	\$ 41,570,903	\$ 45,460,382	\$ 45,812,143	\$ 56,869,957
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 1,151,278	\$ 1,013,428	\$ 1,243,244	\$ 799,158	\$ 779,069	\$ 711,282	\$ 291,902	\$ 1,284,871	\$ 516,608	\$ 547,502
Public Safety	60,462	57,676	45,045	140,346	190,659	150,535	444,821	625,061	733,288	640,389
Public Works	-	-	-	476,240	470,681	440,780	5,015	3,300	857,177	880,855
Culture and Recreation	581,743	518,606	517,037	647,523	596,444	246,454	3,235	497,354	789,337	805,265
Operating grants and contributions	977,593	1,500,181	1,041,897	1,776,442	38,090	18,999	103,277	213,710	483,861	209,498
Capital grants and contributions	2,142,712	5,275,791	1,616,090	7,426,948	5,213,494	1,467,471	3,070,901	2,600,273	1,493,815	4,943,284
Total governmental activities program revenues	4,913,788	8,365,682	4,463,313	11,266,657	7,288,437	3,035,521	3,919,151	5,224,569	4,874,086	8,026,793
Business-type Activities:										
Light & Power	13,238,766	13,639,816	13,907,893	15,287,109	16,381,233	17,863,980	19,045,222	20,433,120	22,418,799	24,937,494
Water	3,508,109	3,822,059	4,458,412	4,964,756	5,541,465	5,334,499	6,584,836	7,166,539	8,503,425	7,560,513
Workforce Housing Linkage Impact Fee	-	-	-	-	-	-	-	-	-	723,890
Operating grants and contributions	-	-	-	-	-	-	97,309	8,374	-	-
Capital grants and contributions	774,133	2,049,792	789,735	1,448,452	983,621	1,147,464	24,809	-	154,132	5,656,675
Total business-type activities program revenues	17,521,008	19,511,667	19,156,040	21,700,317	22,906,319	24,345,943	25,752,176	27,608,033	31,076,356	38,878,572
Total primary government program revenues	\$ 22,434,796	\$ 27,877,349	\$ 23,619,353	\$ 32,966,974	\$ 30,194,756	\$ 27,381,464	\$ 29,671,327	\$ 32,832,602	\$ 35,950,442	\$ 46,905,365
Net (Expense)/Revenue										
Governmental activities	\$ (12,036,366)	\$ (9,205,362)	\$ (15,838,447)	\$ (10,935,658)	\$ (13,323,320)	\$ (16,301,089)	\$ (16,934,425)	\$ (17,914,095)	\$ (18,304,546)	\$ (23,701,337)
Business-type activities	1,634,086	2,922,336	950,170	2,252,890	2,340,897	6,102,605	5,034,849	5,286,315	8,442,845	13,736,745
Total primary government net expenses	\$ (10,402,280)	\$ (6,283,026)	\$ (14,888,277)	\$ (8,682,768)	\$ (10,982,423)	\$ (10,198,484)	\$ (11,899,576)	\$ (12,627,780)	\$ (9,861,701)	\$ (9,964,592)

Schedule 2 (continued)
Town of Estes Park, Colorado
Changes in Net Position
(accrual basis of accounting)
For Years Ended December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Taxes										
Sales taxes	\$ 10,405,574	\$ 12,227,589	\$ 13,027,892	\$ 13,859,472	\$ 15,076,059	\$ 16,357,777	\$ 14,390,465	\$ 19,909,713	\$ 22,636,312	\$ 22,855,635
Property taxes	353,864	343,135	361,750	21,676	388,128	415,220	436,515	406,217	461,255	455,266
Franchise taxes	-	-	-	-	-	-	-	-	-	5,309,126
Use taxes	480,676	470,612	488,325	512,132	542,058	564,658	560,865	588,222	639,000	651,095
Other taxes & contributions	-	280,612	304,540	335,175	331,579	361,623	317,686	409,078	365,369	427,507
Investment income (loss)	132,712	458,250	528,506	442,651	513,425	831,379	787,956	1,074,818	53,457	57,909
Miscellaneous	47,534	41,358	106,420	221,620	199,804	359,280	170,372	(18,724)	44,217	1,151,361
Gain (Loss) on sale of capital assets	614,451	424,843	1,279,985	432,218	575,169	345,109	655,121	733,146	964,369	1,316,029
Extraordinary item: Environmental Remediation	835,373	-	-	-	55,776	13,950	(464,667)	-	-	-
Special item: Elim. Of net pension obligation	-	-	-	-	-	-	-	-	-	-
Transfers in (Out)	1,513,961	1,555,141	736,059	1,403,046	(815,338)	1,921,970	1,858,565	1,802,028	1,612,752	1,496,808
Total governmental activities	\$ 14,384,145	\$ 15,801,540	\$ 16,833,477	\$ 17,227,990	\$ 16,866,660	\$ 21,170,966	\$ 18,712,878	\$ 24,904,498	\$ 26,776,731	\$ 33,720,736
Business-type activities:										
Investment income	\$ 67,013	\$ 53,616	\$ 113,292	\$ 147,234	\$ 307,128	\$ 537,901	\$ 447,994	\$ (6,839)	\$ 200,153	\$ 1,507,437
Miscellaneous	1,810,884	367,588	457,589	1,197,549	816,467	2,457,193	408,357	598,834	384,600	411,805
Gain (Loss) on sale of capital assets	-	-	-	208,874	93,769	(15,207)	-	-	-	-
Transfers in (Out)	(1,513,961)	(1,555,141)	(736,059)	(1,403,046)	815,338	(1,921,970)	(1,858,565)	(1,802,028)	(1,612,752)	(1,496,808)
Total business-type activities	363,936	(1,133,937)	(165,178)	150,611	2,032,702	1,057,917	(1,002,214)	(1,210,033)	(1,027,999)	422,434
Total primary government	\$ 14,748,081	\$ 14,667,603	\$ 16,668,299	\$ 17,378,601	\$ 18,899,362	\$ 22,228,883	\$ 17,710,664	\$ 23,694,465	\$ 25,748,732	\$ 34,143,170
Changes in Net Position										
Governmental activities	\$ 2,347,779	\$ 6,596,178	\$ 995,030	\$ 6,292,332	\$ 3,543,340	\$ 4,869,877	\$ 1,778,453	\$ 6,990,403	\$ 8,472,185	\$ 10,019,399
Business-type activities	1,998,022	1,788,399	784,992	2,403,501	4,373,599	7,160,522	4,032,635	4,076,282	7,414,846	14,159,179
Total primary government	\$ 4,345,801	\$ 8,384,577	\$ 1,780,022	\$ 8,695,833	\$ 7,916,939	\$ 12,030,399	\$ 5,811,088	\$ 11,066,685	\$ 15,887,031	\$ 24,178,578

Source: Current and prior year's financial statements

Schedule 3
Town of Estes Park, Colorado
Fund Balances, Governmental Funds
(modified accrual basis of accounting)
As of December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 103,454	\$ 41,672	\$ 48,693	\$ 105,093	\$ 103,694	\$ 47,654	\$ 26,368	\$ 11,537	\$ 15,195	\$ 15,909
Restricted	443,437	545,557	576,778	599,398	707,795	628,494	716,368	826,966	790,222	786,375
Assigned	715,775	678,791	373,866	945,296	300,087	755,923	2,091,374	2,649,628	4,132,686	9,111,618
Unassigned	3,036,517	2,932,790	4,422,749	529,245	7,541,385	9,802,762	9,092,668	12,678,756	11,207,757	5,550,676
Total general fund	\$ 4,299,183	\$ 4,198,810	\$ 5,422,086	\$ 2,179,032	\$ 8,652,961	\$ 11,234,833	\$ 11,926,778	\$ 16,166,887	\$ 16,145,860	\$ 15,464,578
All other Governmental Funds										
Nonspendable	-	-	-	199,966	-	199,966	210,546	-	-	-
Restricted	468,955	8,860,787	4,220,771	4,654,222	4,031,764	2,953,260	1,162,166	2,998,920	7,904,188	7,632,425
Assigned	5,545,301	2,516,777	1,206,842	430,752	2,201,452	-	1,763,200	2,872,427	3,709,827	4,065,529
Unassigned	-	-	(247,404)	(371,805)	-	(199,966)	-	-	-	-
Total all other governmental funds	\$ 6,014,256	\$ 11,377,564	\$ 5,180,209	\$ 4,913,135	\$ 6,233,216	\$ 2,953,260	\$ 3,135,912	\$ 5,871,347	\$ 11,614,015	\$ 11,697,954
Total general fund + all other govt funds	\$ 10,313,439	\$ 15,576,374	\$ 10,602,295	\$ 7,092,167	\$ 14,886,177	\$ 14,188,093	\$ 15,062,690	\$ 22,038,234	\$ 27,759,875	\$ 27,162,532

Source: Current and prior year's financial statements

The Town adopted GASB 54 for 2011.

Schedule 4
Town of Estes Park, Colorado
Changes in Fund Balances, Governmental Funds
(Modified accrual basis of accounting)
For Years Ended December 31,

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Revenues										
Taxes	\$ 11,240,114	\$ 13,321,948	\$ 14,182,507	\$ 14,728,455	\$ 16,851,249	\$ 18,530,657	\$ 16,493,487	\$ 22,388,048	\$ 24,155,393	\$ 29,756,538
Licenses, fees and permits	525,376	581,401	730,684	962,487	912,204	809,296	630,350	787,817	1,014,392	874,697
Intergovernmental	3,024,306	6,665,193	3,167,621	6,798,487	8,899,628	1,175,891	2,566,116	3,401,599	1,922,931	1,612,780
Charges for services	1,004,843	665,719	702,261	685,200	741,016	574,802	310,959	1,329,280	1,502,505	1,668,799
Fines and forfeitures	60,462	57,676	45,045	38,831	76,366	61,890	59,925	74,933	107,702	77,387
Rental income	202,802	284,914	327,336	376,749	307,267	103,063	293,228	218,558	271,811	253,128
Contributions	-	-	-	-	-	-	41,510	60,809	54,745	60,583
Investment Income (Loss)	32,759	31,571	86,049	153,494	153,046	308,544	170,372	(18,724)	44,217	1,151,361
Miscellaneous	607,341	307,110	544,691	470,923	547,970	338,462	188,778	199,649	883,174	721,292
Total revenues	16,698,003	21,915,532	19,786,194	24,214,626	28,488,746	21,902,605	20,754,725	28,441,969	29,956,870	36,176,565
Expenditures										
General Government	3,877,566	4,452,444	4,698,211	4,531,015	4,468,864	4,577,812	5,539,291	5,362,265	5,380,563	10,640,543
Public Safety	5,081,198	3,991,990	4,758,036	5,037,114	4,535,463	5,492,446	5,309,712	5,896,062	6,814,248	7,316,848
Public Works	1,268,615	2,907,909	2,274,000	3,300,722	2,435,684	1,966,190	2,622,594	3,163,334	3,797,339	4,248,580
Culture and Recreation	3,962,643	4,402,049	5,545,079	4,996,013	5,380,601	5,513,533	4,005,928	5,417,407	5,253,576	5,894,226
Community Reinvestment	160,649	329,556	169,735	23,151	2,600	-	-	-	-	-
Capital outlay	4,359,403	1,541,624	8,118,339	15,324,161	4,751,293	6,201,862	3,297,297	2,465,842	3,516,663	9,181,421
Debt Service										
Principal	370,000	434,171	445,926	566,989	692,149	766,072	692,990	715,468	743,400	785,080
Interest, Fiscal Charges, bond issuance costs	147,622	147,995	137,006	266,955	304,006	281,589	270,881	248,075	224,573	204,017
Total expenditures	19,227,696	18,207,738	26,146,332	34,046,120	22,570,660	24,799,504	21,738,693	23,268,453	25,730,362	38,270,715
Excess of revenues over (under) expenditures	(2,529,693)	3,707,794	(6,360,138)	(9,831,494)	5,918,086	(2,896,899)	(983,968)	5,173,516	4,226,508	(2,094,150)
Other Financing Sources (Uses)										
Financing Proceeds										
Transfers in	-	-	-	-	-	291,845				
Transfers out	5,008,419	2,850,141	2,760,009	3,849,670	3,226,246	7,932,227	3,203,703	3,383,885	7,909,052	7,059,559
Proceeds on sale of assets	(3,494,458)	(1,295,000)	(2,023,950)	(2,080,921)	(1,350,322)	(6,025,257)	(1,345,138)	(1,581,857)	(6,413,919)	(5,562,751)
Bond Proceeds/premiums/Escrow activity	1,000,000	-	650,000	-	-	-	-	-	-	-
Total other financing sources (uses)	2,513,961	1,555,141	1,386,059	6,321,366	1,875,924	2,198,815	1,858,565	1,802,028	1,495,133	1,496,808
Net change in fund balances	\$ (15,732)	\$ 5,262,935	\$ (4,974,079)	\$ (3,510,128)	\$ 7,794,010	\$ (698,084)	\$ 874,597	\$ 6,975,544	\$ 5,721,641	\$ (597,342)
Debt service as a percentage of noncapital expenditures	<u>3.5%</u>	<u>3.7%</u>	<u>3.2%</u>	<u>4.4%</u>	<u>5.7%</u>	<u>5.6%</u>	<u>5.2%</u>	<u>4.6%</u>	<u>4.4%</u>	<u>3.4%</u>

Source: Current and prior year's financial statements

GASB 34 implemented in 2003

Schedule 5
Town of Estes Park, Colorado
Sales Tax Revenue by Type of Industry
For Years Ended December 31,

Fiscal Year	Amusement/ Recreation	Automotive	Food	General Merchandise (Retail)	Lodging	Lumber & Building	Personal/ Professional Services	Utilities	Total Sales Tax
2014	77,638	180,808	3,640,784	2,233,404	2,896,359	521,716	174,221	680,645	10,405,574
2015	75,434	207,133	4,407,514	2,302,864	3,695,728	602,859	204,986	731,071	12,227,589
2016	85,086	244,733	4,852,342	2,372,937	3,903,203	595,912	211,821	746,250	13,012,284
2017	113,131	275,744	5,038,864	2,363,339	4,402,806	681,341	212,289	771,958	13,859,472
2018	97,563	283,633	5,506,167	2,692,364	4,764,050	702,690	244,331	785,261	15,076,059
2019	95,323	280,253	5,800,822	3,141,904	4,896,981	879,626	789,818	473,050	16,357,777
2020**	96,815	252,344	5,280,932	3,175,428	4,152,606	1,075,819	355,518	757,449	15,146,911
2021	119,477	238,929	7,029,142	4,673,622	6,316,430	1,262,306	504,397	811,955	20,956,258
2022	104,812	280,175	7,630,779	4,766,670	6,913,106	1,453,020	583,098	925,081	22,656,741
2023	91,162	330,417	7,796,480	4,622,346	7,109,467	1,404,447	582,859	943,633	22,880,811

Sales tax rate: increased from 4.00% to 5.00%, July 1, 2014

Source: Town of Estes Park Sales and Use Tax Reports

** sales tax adversely affected by the COVID-19 pandemic

Schedule 6
Town of Estes Park, Colorado
Direct and Overlapping Sales Tax Rates
As of December 31,

Fiscal Year	City Direct Rate		Overlapping Rates		Total Overlapping Sales Tax Rate
	Town of Estes Park	Total Direct Sales Tax Rate	State of Colorado	Larimer County	
2014*	5.00%	5.00%	2.90%	0.65%	8.55%
2015*	5.00%	5.00%	2.90%	0.65%	8.55%
2016	5.00%	5.00%	2.90%	0.65%	8.55%
2017	5.00%	5.00%	2.90%	0.65%	8.55%
2018	5.00%	5.00%	2.90%	0.80%	8.70%
2019	5.00%	5.00%	2.90%	0.80%	8.70%
2020	5.00%	5.00%	2.90%	0.80%	8.70%
2021	5.00%	5.00%	2.90%	0.80%	8.70%
2022	5.00%	5.00%	2.90%	0.80%	8.70%
2023	5.00%	5.00%	2.90%	0.80%	8.70%

Source: Colorado Department of Revenue Taxation Division

* City sales tax increased from 4.00% to 5.00% on July 1, 2014, as a result of April 2014 ballot issue

Schedule 7
Town of Estes Park, Colorado
Principal Sales Tax Categories
Current and nine years ago
For Years Ended December 31,

	<u>2014</u>	<u>2023</u>
Top three categories (alphabetical)		
Food	\$ 3,640,784	\$ 7,796,480
Lodging	2,896,359	7,109,467
Retail	<u>2,233,404</u>	<u>4,622,346</u>
Total:	8,770,547	19,528,293
Aggregate all other categories	<u>1,635,027</u>	<u>3,352,518</u>
Total sales and use tax	<u>\$ 10,405,574</u>	<u>\$ 22,880,811</u>
Top three categories as a percentage of total sales tax	84.29%	85.35%

Schedule 8
Town of Estes Park, Colorado
Ratio of Outstanding Debt, by Type
As of December 31,

Fiscal Year	Governmental Activities				Business-Type Activities										Total Primary Government	Percentage of Personal Income ⁷	Per Capita ⁷
	Certificates of Participation ⁸	Lease Purchase Agreement ⁹	Lease Purchase Premium ⁹	Leases	Light and Power Revenue Bonds ³	Power and Communications Revenue Bonds ¹⁰	Power and Communications Revenue Bond		Water Loan ⁴	Construction Loan ⁵	2020 USDA Bond	Water Loans ⁶					
							Premium ¹⁰	Leases									
2014	5,705,000	0	0	0	4,510,000	0	0	0	0	0	0	4,330,819	14,545,819	24.31%	2,390		
2015	5,325,000	0	0	234,813	4,235,000	0	0	0	0	0	0	4,058,369	13,853,182	24.63%	2,214		
2016	4,935,000	0	0	178,887	3,950,000	0	0	0	0	0	0	3,780,243	12,844,130	23.55%	2,019		
2017	4,540,000	4,427,381	201,632	121,149	3,655,000	0	0	0	0	0	0	3,502,117	16,447,279	33.89%	2,595		
2018	4,135,000	4,203,062	189,446	61,540	3,350,000	0	0	0	0	0	0	3,218,315	15,157,363	28.59%	2,386		
2019	3,720,000	3,791,830	165,989	244,572	0	30,030,000	0	107,076	2,928,838	0	0	0	40,988,305	80.63%	6,453		
2020	3,295,000	3,559,951	142,510	208,461	0	29,660,000	3,340,253	91,530	2,633,684	0	543,145	0	43,474,533	79.04%	6,765		
2021	2,860,000	3,317,520	120,255	170,423	0	29,270,000	3,108,754	75,309	2,338,529	0	530,332	0	41,791,122	76.09%	7,078		
2022	2,410,000	3,064,057	99,363	130,486	0	28,870,000	2,875,321	52,025	2,037,699	54,376	517,096	0	40,110,423	71.41%	6,842		
2023	1,950,000	2,799,059	79,983	88,553	0	27,615,000	2,644,018	40,337	1,731,193	764,616	503,559	0	38,216,318	68.04%	6,519		

¹ Issued by Estes Park Urban Renewal Authority to refinance Series 1993 Bonds. Interest accrues at rates between 3.00-3.25%.

² Issued by the Estes Park Building Authority to refinance 1990 Certificates of Participation. Interest accrues at rate of 5.50%.

³ 2007 Light and Power Revenue Bonds issued to finance construction and equipping of a new substation, and to rebuild certain distribution lines and make other improvements to Town's L&P facilities. 1999 Revenue Bonds (\$1,305,000 remaining in 2010) were paid in full during the year ending December 31, 2010. Interest accrues at 3.88%.

⁴ 1997B Water Loan from the Colorado Water Resources and Power Development Authority (CWRPDA) obtained to finance improvements to water system.

Interest accrues at rates between 3.80-5.00%.

⁵ 2022 Water Construction Loan was obtained from CoBank to finance improvements to water system. Interest accrues at a daily variable interest rate.

⁶ 2008A Water Loan was obtained from the CWRPDA to finance improvements to water system. Interest accrues at 3.26%.

⁷ See schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

⁸ Certificates of Participation Series 2013 (\$6,075,000) obtained to finance Multipurpose Event Center/Pavillion complex. Duration: 14 years, Interest rate: 2.43%.

⁹ Lease Purchase Financing Agreement dated 1-1-17 obtained to finance the Visitor Center Parking Garage. Duration: 15 years, Interest rate: 4.5%.

¹⁰ Issued Power and Communications Revenue Bonds Series 2019A & B to finance the municipal broadband and smart grid buildout. Duration: 30 years, Interest rate: 2.362% - 2.988%.

Source: Current and prior year's financial statements

Schedule 9
Town of Estes Park, Colorado
Ratio of General Bonded Debt Outstanding and Legal Debt Margin
As of December 31,

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General bonded debt outstanding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Certificates of Participation	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>	<u>1,950,000</u>
Total	<u>5,705,000</u>	<u>5,325,000</u>	<u>4,935,000</u>	<u>4,540,000</u>	<u>4,135,000</u>	<u>3,720,000</u>	<u>3,295,000</u>	<u>2,860,000</u>	<u>2,410,000</u>	<u>1,950,000</u>
Per capita ¹	\$ 937	\$ 851	\$ 776	\$ 716.20	\$ 650.98	\$ 585.64	\$ 512.76	\$ 484.42	\$ 411.12	\$ 334.82
Less: Amounts not subject to the statutory debt limit	5,705,000	5,325,000	4,935,000	4,540,000	4,135,000	3,720,000	3,295,000	2,860,000	2,410,000	1,950,000
Less: Amounts set aside to repay general debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net debt applicable to debt limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin ²	<u>\$ 43,565,562</u>	<u>\$ 48,643,383</u>	<u>\$ 48,919,777</u>	<u>\$ 54,813,869</u>	<u>\$ 55,572,712</u>	<u>\$ 66,132,054</u>	<u>\$ 66,642,636</u>	<u>\$ 72,235,707</u>	<u>\$ 72,851,331</u>	<u>\$ 95,288,081</u>

¹ See Schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

² The legal debt margin is the city's available borrowing authority. It is calculated from estimated actual property value as provided by Larimer County. For 2023, the computation is: \$3,176,269,360 x 3% = \$95,288,081.

GASB 34 implemented in 2003

Schedule 10
Town of Estes Park, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2023

Jurisdiction	Debt Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
Town of Estes Park	\$ 4,780,608	100.00%	\$ 4,780,608
Overlapping:			
Northern Colorado Water Conservancy District	2,583,671	1.06%	27,336
Park Hospital District	12,044,759	57.25%	6,895,163
Park R-3 School District	<u>11,660,000</u>	52.00%	<u>6,063,200</u>
Total	<u><u>\$ 31,069,038</u></u>	57.18%	<u><u>\$ 17,766,307</u></u>

Sources: documentation from entities listed above

Notes:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of Estes Park. This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore is responsible for repaying the debt, of each overlapping government.

Schedule 11
Town of Estes Park, Colorado
Pledged-Revenue Coverage
For Years Ended December 31,

Fiscal Year	Water Revenue Bonds					
	Water Revenues ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2014	4,087,720	3,165,030	922,690	266,774	136,335	2.29
2015	5,211,779	2,985,121	2,226,658	272,450	132,440	5.50
2016	5,219,482	3,255,765	1,963,717	278,126	128,668	4.83
2017	5,747,358	3,906,535	1,840,823	278,126	125,027	4.57
2018	6,846,182	3,848,853	2,997,329	283,802	120,357	7.42
2019	7,309,877	2,989,397	4,320,480	289,478	111,369	10.78
2020	6,870,008	3,339,270	3,530,738	299,394	106,701	8.69
2021	7,179,700	3,768,806	3,410,894	307,967	108,479	8.19
2022	7,491,878	3,054,623	4,437,255	314,066	101,659	10.67
2023	8,389,178	4,528,331	3,860,847	318,002	101,252	9.21

Power & Communications Revenue Bonds						
	Power & Communications Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2014	15,311,185	11,818,066	3,493,119	260,000	184,838	7.85
2015	14,721,092	11,963,511	2,757,581	275,000	174,763	6.13
2016	14,507,439	13,201,872	1,305,567	285,000	164,106	2.91
2017	16,475,414	13,858,488	2,616,926	295,000	153,063	5.84
2018	17,277,501	13,990,269	3,287,232	305,000	141,631	7.36
2019	20,031,160	13,089,751	6,941,409	320,000	129,812	15.43
2020	19,558,776	14,154,799	5,403,977	370,000	1,127,566	3.61
2021	20,840,077	15,626,771	5,213,306	390,000	1,158,710	3.37
2022	22,873,862	14,861,899	8,011,963	400,000	1,143,110	5.19
2023	25,814,957	17,049,203	8,765,754	1,255,000	1,123,110	3.69

Source: Current and prior year's financial statements

Schedule 12
Town of Estes Park, Colorado
Demographic and Economic Statistics
As of December 31,

Fiscal Year	Population ^{1,3,5}	Total Personal Income ⁴	Median Family Income ^{1,3}	Per Capita Personal Income ^{1,3}	Median Age ¹	School Enrollment ²	Fort Collins/ Loveland, CO Unemployment Rate ³
2014	6,086	243,202,646	59,826	39,961	51	1,125	4.2%
2015	6,257	231,327,547	56,236	36,971	51	1,143	3.5%
2016	6,362	243,410,120	54,530	38,260	51	1,117	2.8%
2017	6,339	221,370,558	48,533	34,922	58	1,162	2.5%
2018	6,352	234,960,480	53,025	36,990	59	1,160	2.7%
2019	6,352	228,093,968	50,833	35,909	59	1,151	2.0%
2020	6,426	258,389,460	55,000	40,210	57	1,017	6.4%
2021	5,904	271,920,528	54,925	46,057	62	1,058	3.0%
2022	5,862	282,237,714	56,166	48,147	60.1	1,061	2.3%
2022	5,862	282,237,714	56,166	48,147	60.1	735	2.3%
2023	5,824	321,962,368	63,598	55,282	60.9	687	2.8%

¹ 2010 Census, 2013 www.census.gov factfinder.

² Park R-3 School district

³ Data obtained from www.Larimer.org/compass or U.S. Bureau of Labor Statistics for Eastern & Southern Colorado Nonmetro area

⁴ Total Personal Income derived from Per Capita Personal Income x Population

⁵ Population numbers for 2012-13 are estimates as posted on www.census.gov

Note: The Town of Estes Park implemented GASB 34 as of December 31, 2003

Schedule 13
Town of Estes Park, Colorado
Principal Employers
As of December 31,

<u>2014</u>		<u>2023</u>	
	# of full-time equivalent employees		# of full-time equivalent employees
1 Estes Park Medical Center	254	Estes Park Medical Center	286
2 Rocky Mountain National Park	170	Rocky Mountain National Park	188
3 Park School District R-3	143	YMCA of the Rockies	174
4 YMCA of the Rockies	130	Town of Estes Park	158
5 Town of Estes Park	117	Park School District R-3	158
6 Harmony Foundation	108	Stanley Hotel	145
7 Estes Valley Recreation District	45	Safeway	94
8 Rocky Mountain Inn	30	Harmony Foundation	85
9 Safeway	20	Estes Valley Recreation District	64
10 Stanley Hotel	N/A	Holiday Inn	48

Source: Town of Estes Park's Community Profile and local informal surveys.

Schedule 14
Town of Estes Park, Colorado
Full-time Equivalent Employees by Function/Program
As of December 31,

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Government										
Judicial	1	1	1	1	1	0.5	0.5	0.5	0.5	0.5
Town Attorney ¹						2.00	2.00	2.00	2.00	2.00
Town Administration ²										
Town Administrator	5.00	5.00	5.00	5.00	4.00	4.00	4.00	4.00	4.00	5.00
Town Clerk	4.00	4.00	4.00	4.00	4.50	4.50	4.50	3.50	3.50	3.50
Human Resources ³								1.00	2.00	2.00
Finance	8.00	9.00	10.00	10.00	9.00	8.75	8.75	9.13	9.00	11.00
Community Development	8.00	9.00	12.00	12.00	10.00	11.00	10.00	5.00	5.00	5.00
Police	32.00	33.00	34.00	36.00	37.00	38.71	38.71	38.13	40.71	42.71
Public Works	18.00	21.00	22.17	22.53	23.94	26.42	26.42	21.66	28.50	27.83
Community / Cultural Services										
Community Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Visitor Services Center	5.10	5.35	6.32	6.64	6.64	5.81	5.50	4.30	5.50	5.50
Senior Services	2.00	2.40	2.40	2.55	0.11	0.00	0.00	0.00	0.00	0.00
Special Events	5.00	8.66	12.00	12.00	11.50	13.15	14.12	13.03	13.03	11.46
Transportation	1.00	1.00	1.00	1.00	1.25	0.00	0.00	0.00	0.00	0.00
Museum	3.00	3.00	3.00	3.00	3.00	3.21	3.00	3.00	3.00	3.25
Enterprise										
Light & Power	21.68	21.68	25.00	25.33	26.00	26.00	31.00	30.00	38.00	38.00
Water	12.00	12.00	13.75	15.00	17.31	15.12	18.12	20.00	21.08	20.00
Internal Services										
Information Systems (IT)	2.00	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
Fleet Maintenance	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	5.00
TOTALS	130.78	143.09	158.64	163.05	162.25	167.17	174.62	163.25	183.82	187.75
	2.06%	9.41%	10.87%	2.78%	-0.49%	2.53%	7.62%	0.62%	9.96%	7.52%

¹Town Attorney Department was added in 2019.

²Town Administration was separated between the Town Administrator's Office and the Town Clerk's Office in 2012.

³Human Resources previously reported under Town Clerk

source: Town of Estes Park Human Resources Department, Annual Town Budget

Schedule 15
Town of Estes Park, Colorado
Operating Indicators by Function/Program
As of December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
PD Incidents	17,880	14,591	13,446	16,736	14,048	16,691	12,716	14,774	13,272	13,002
PD Report Numbers	1,728	1,903	1,886	1,743	1,748	1,653	1,405	1,534	1,489	1,092
Total Arrests	315	297	174	155	195	205	113	102	111	115
Number of allotted PD Employees	32	32	32	32	33	37	37	37	32	41
Number of allotted Sworn Employees	20	20	20	20	21	22	22	22	23	24
Number of allotted Civilian Employees	12	12	12	12	12	15	15	15	9	17
Total Phone Calls	46,309	47,407	48,215	50,309	50,833	50,324	48,135	49,353	45,561	40,708
911 Calls	4,813	5,250	5,071	5,088	5,180	5,428	5,466	6,453	5,145	5,274
Total Incidents Police/Fire/Ambulance	20,235	17,154	20,295	19,587	16,435	5,428	14,768	16,956	15,476	15,204
*data lost during phone conversion										
Fire										
Number of volunteers	38	32	43	43	45	45	39	35	40	43
Emergency Responses	596	618	685	742	621	615	570	570	673	654
Fire insurance rating	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Utilities-Electric										
No. of accounts	10,540	10,623	10,674	10,418	10,813	10,875	10,875	11,067	11,142	11,174
Wind Power customers	145	135	128	133	140	124	122	113	109	95
Substation Capacity (MW)	100	100	100	100	100	100	100	100	100	100
Average daily consumption	348,423	342,382	346,496	341,479	344,698	363,252	345,995	363,368	368,133	370,511
Annual consumption	127,174,378	124,969,364	126,470,866	124,639,921	125,814,757	132,586,967	126,288,254	132,629,252	134,368,663	135,236,679
Distribution system (in miles)	300	300	300	300	300	300	300	300	300	300
Number of Street Lights	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Utilities-Water										
No. of accounts	5,154	5,197	5,228	5,027	5,368	5,536	5,536	5,600	5,600	5,696
Plant Capacity (gallons)	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Average daily consumption (gallons)	1,082,184	1,098,997	1,172,322	1,128,180	1,192,523	1,127,274	1,116,770	1,143,920	1,189,865	1,158,339
Annual consumption (gallons)	394,997,119	401,133,914	427,897,375	411,785,866	435,270,803	411,455,154	407,621,094	417,530,905	434,300,786	422,793,613

Schedule 15
Town of Estes Park, Colorado
Operating Indicators by Function/Program
As of December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Town Government										
Elected officials	7	7	7	7	7	7	7	7	7	7
Appointed officials	7	7	7	7	7	7	7	7	7	7
Full-time employees	121	131	133	136	141	138	153	152	176	175
Part-time employees	7	7	12	13	13	9	8	9	1.5	2.5
Seasonal employees	49	49	36	43	37	35	28	9	13	10.25
Building Permits	616	716	559	814	829	781	577	541	800	639
Culture and Recreation										
Museum	1	1	1	1	1	1	1	1	1	1
Senior Center	1	1	1	1	0	0	0	0	0	0
Event Center	0	1	1	1	1	1	1	1	1	1
Convention Center	1	1	1	1	1	1	1	1	1	1
Local Marketing District	1	1	1	1	1	1	1	1	1	1
Other Miscellaneous Data										
Hotels, Motels, B&Bs **	124	124	146	137	132	115	107	103	161	163
Financial Institutions	5	5	5	5	4	4	4	4	4	5
Newspapers	2	2	2	2	2	2	2	2	2	2
Theaters	2	2	2	2	2	2	2	2	2	2
Bus/Taxi Companies	2	2	2	2	2	2	2	2	2	2
Radio Stations	1	1	1	0	0	0	0	0	0	0
Hospitals	1	1	1	1	1	1	1	1	1	1
Churches	18	18	21	19	19	19	19	19	19	19
State highways (Highways 7, 34 and 36)	3	3	3	3	3	3	3	3	3	3
Other Miscellaneous Data										
No. of Registered Voters	4537	4040	4040	4813	4810	4408	4930	4930	4329	4774
Facilities and services not included in the reporting entity:										
Education-Park School District R-3 (enrolled)										
Estes Park High School (9-12)	322	331	325	334	333	351	371	375	326	328
Estes Park Middle School (6-8)	249	259	274	281	274	267	225	227	228	199
Estes Park Elementary School (K-5)	521	553	518	488	475	477	394	424	507	488
Estes Park Options & Home Schooled	33	24	36	53	47	56	27	32	0	0
Parks and Recreation										
Estes Valley Recreation and Park District	1	1	1	1	1	1	1	1	1	1

Source: Local authorities including: Local Marketing District, EVRPD, Park School District R-3, Dex Online Listings

Schedule 16
Town of Estes Park, Colorado
Capital Asset Statistics by Function/Program
As of December 31,

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	15	15	15	15	15	16	16	16	16	16
Fire Protection										
Stations	2	2	2	2	2	2	2	2	2	2
Fire Rating	ISO PPC 4	ISO PPC 4	ISO PPC 4	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3	ISO PPC 3
Public Works										
Area in Square Miles	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88	6.88
Utilities										
Water mains (miles)	100	100	100	100	100	100	100	100	100	100
Fire Hydrants	683	684	714	717	740	747	752	757	768	806
Water Treatment Plants	2	2	2	2	2	2	2	2	2	2
Number of Street Lights	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Electric Substations	2	2	2	2	2	2	2	2	2	2

Source: Town of Estes Park departmental data,
[Community Profile](#)

Town of Estes Park, Colorado

Compliance Section

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the Board of Trustees
Town of Estes Park, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Estes Park, Colorado, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Town of Estes Park, Colorado's basic financial statements, and have issued our report thereon dated August 15, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Estes Park, Colorado's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Estes Park, Colorado's internal control. Accordingly, we do not express an opinion on the effectiveness of Town of Estes Park, Colorado's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

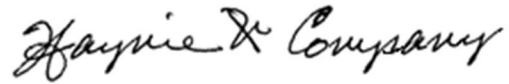
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Estes Park, Colorado's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Haynie & Company". The script is cursive and fluid, with the ampersand being a simple cross.

Littleton, Colorado

August 15, 2024



1221 W. Mineral Avenue, Suite 202
Littleton, CO 80120

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees
Town of Estes Park, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Estes Park, Colorado's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Estes Park, Colorado's major federal programs for the year ended December 31, 2023. The Town of Estes Park, Colorado's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Estes Park, Colorado complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Town of Estes Park, Colorado and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Town of Estes Park, Colorado's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Town of Estes Park, Colorado's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Town of Estes Park, Colorado's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Town of Estes Park, Colorado's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Town of Estes Park, Colorado's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Town of Estes Park, Colorado's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Town of Estes Park, Colorado's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

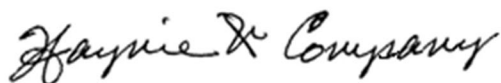
Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the auditors' Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Littleton, CO
August 15, 2024

Town of Estes Park, Colorado

Supplemental Information

Schedule of Findings and Questioned Costs for the Year Ended December 31, 2023

1. Summary of Auditors' Results

Financial Statements:

Type of report issued on the financial statements:	Unmodified
Material weaknesses in financial reporting internal control noted:	Yes
Significant deficiency(s) identified that are not considered to be material weaknesses in financial reporting:	None reported
Material noncompliance noted:	None

Federal Awards:

Material weaknesses in internal control over major programs:	None
Significant deficiency(s) identified that are not considered to be material weaknesses over major programs:	None reported
Type of report issued on compliance for major programs:	Unmodified
Audit findings required to be reported:	None
The following programs are considered to be major:	

10.760 *Water and Waste Disposal Systems for Rural Communities*
20.205 *Highway Planning and Construction*
21.027 *Coronavirus State and Local Fiscal Recovery Funds*

Dollar threshold used to distinguish Type A and Type B programs:	\$750,000
Risk type qualification:	Not low-risk

2. Findings relating to the financial statements which are required to be reported in accordance with Government Auditing Standards.

2023-01 – Year-end Enterprise Fund Inventory

Classification: Material Weakness

Condition: The Town did not ensure it appropriately adjusted year-end inventory quantities to physical counts performed prior to year end

Context: In November 2023, the Audit team observed the counts of 30 items at the Power and Communications department yard. Quantities of 17 items observed (56%) did not agree to the physical counts performed as of December 31, 2023. During year end fieldwork, the audit team also noted two instances of negative quantities on the inventory summary report.

Cause: The lack of adjustment to the department following the year-end count and lack of sufficient review over the inventory year-end report during the year-end close process contributed the misstatement of the balance.

Effect: Inventory was misstated by approximately \$206,000 based on the audit sample and a projection of misstatement over the untested population.

Recommendation:

- An annual physical count by Town staff should be performed prior to year-end and in advance of the audit test counts.
- Physical count documentation performed by Town staff as of the date of the count should be maintained for record keeping purposes. Any live electronic spreadsheets must be frozen or converted to PDF as of the date of the final count to maintain the historical count information.
- Any differences that cannot be resolved between the physical count and the quantities maintained in the inventory system should be adjusted to actual quantities on hand prior to year-end, to ensure accurate reporting for year-end accounting purposes.
- Adequate documentation, including the names of staff participating in the counts and the actual count dates, must be retained. The documentation should provide the actual physical counts compared with the inventory system available quantities, support explanations of any reconciling items, and document the final adjustments made to the inventory system quantities.
- After year-end counts are adjusted in the inventory system, a spot check of the resulting adjusted quantities should be performed as a method of monitoring that the controls are functioning as intended.
- Items should be checked out to active workorders once work begins, and not in advance of work occurring. This ensures accurate real-time accounting of quantities available for use.

3. Findings and questioned costs for Federal Awards

None

4. Summary Schedule of Prior Audit Findings

None

Town of Estes Park, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

<i>Federal Agency/ Pass-through Entity/ Program or Cluster</i>	<i>Federal Assistance Listing Number</i>	<i>Pass-Through Entity and Identifying Number</i>	<i>Federal Expenditures (\$)</i>
<i>Federal Transit Cluster-Cluster</i>			
Department of Transportation			
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs			
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs	20.526	Colorado Department of Transportation 21-HTR-ZL-00308	\$ 5,808
<i>Total Department of Transportation</i>			<u>5,808</u>
<i>Total Federal Transit Cluster-Cluster</i>			<u>5,808</u>
<i>Other Programs</i>			
United States Department of Agriculture			
Water and Waste Disposal Systems for Rural Communities	10.760	RUS 1780-12	6,471,183
<i>Total United States Department of Agriculture</i>			<u>6,471,183</u>
Department of the Interior			
WaterSMART (Sustain and Manage America's Resources for Tomorrow)	15.507		19,351
<i>Total Department of the Interior</i>			<u>19,351</u>
United States Department of Justice			
Bulletproof Vest Partnership Program	16.607	BVP - SFY22	5,266
<i>Total United States Department of Justice</i>			<u>5,266</u>
Department of Transportation			
Highway Planning and Construction			
Highway Planning and Construction	20.205	State of Colorado 20-HA4-XC-00018 21-HA4-XC-03173	2,415,000
Total Highway Planning and Construction			<u>2,415,000</u>
Formula Grants for Rural Areas and Tribal Transit Program			
Formula Grants for Rural Areas and Tribal Transit Program	20.509	State of Colorado 22-HTR-ZL-00205 23-HTR-ZL-00121 23-HTR-ZL-00122	107,656
Total Formula Grants for Rural Areas and Tribal Transit Program			<u>107,656</u>
<i>Total Department of Transportation</i>			<u>2,522,656</u>
Department of the Treasury			
Coronavirus State and Local Fiscal Recovery Funds	21.027	State of Colorado Department of Local Affairs Tranche 1 and 2	1,609,391
<i>Total Department of the Treasury</i>			<u>1,609,391</u>
Department of Homeland Security			
Flood Mitigation Assistance			
Flood Mitigation Assistance	97.029	State of Colorado 20FMA22TEP FAIN # EMD-2020-FM-015	13,876
Total Flood Mitigation Assistance			<u>13,876</u>
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	State of Colorado	-140,259
<i>Total Department of Homeland Security</i>			<u>-126,383</u>
<i>Total Other Programs</i>			<u>10,501,464</u>
<i>Total Expenditures of Federal Awards</i>			<u>\$ 10,507,272</u>

The accompanying notes are an integral part of this schedule

Town of Estes Park, Colorado

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2023

Notes to the Schedule

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Town of Estes Park under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Estes Park it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Estes Park.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the SEFA represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Therefore, some amounts presented in the SEFA may differ from amounts presented in, or used in the preparation of, the financial statements.

3. Town of Estes Park Colorado has elected not to use the 10% de minimus indirect cost rate allowed under the Uniform Guidance.